Public Accounts
1985-86
Volume I

Alberta

To Her Honour
W. H. Hunley
Lieutenant Governor of Alberta

May it Please Your Honour

The undersigned has the honour to present the Public Accounts of Alberta for the year ended March 31, 1986, in accordance with the requirements of the Financial Administration Act.

Dick Johnston
Provincial Treasurer

Edmonton, November 17, 1986

To the Honourable Dick Johnston
Provincial Treasurer

Sir:

In accordance with the provisions of section 77 of the Financial Administration Act, we have the honour to transmit herewith the Public Accounts of Alberta for the year ended March 31, 1986 to be laid by you before the Legislative Assembly.

The Public Accounts are presented in two volumes:

Volume I contains financial statements and the reports of the Auditor General thereon, including

1. Consolidated financial statements of the Province of Alberta,
2. Financial statements of the General Revenue Fund,
3. Financial statements and schedules of revolving funds, regulated funds, Provincial agencies and trust funds administered by the Government.

Volume II contains details of expenditure and revenue by department and statements and reports that are required to be included with the Public Accounts in accordance with the Financial Administration Act and other statutes.

In addition to the Public Accounts, a report presenting details of expenditure by payee is provided as supplementary information.

Respectfully submitted

A. D. O'Brien Deputy Provincial Treasurer Management and Control	A. G. Heisler, C.A. Controller

Alberta Treasury
Edmonton, November 17, 1986

VOLUME I

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SECTION 1

1985-86
PUBLIC ACCOUNTS

CONSOLIDATED FINANCIAL STATEMENTS OF THE PROVINCE OF ALBERTA

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CONSOLIDATED FINANCIAL STATEMENTS OF THE PROVINCE OF ALBERTA FOR THE YEAR ENDED MARCH 31, 1986

Introduction:

The financial statements in this section are consolidations of the financial statements of the General Revenue Fund, revolving funds, regulated funds, Provincial corporations, Provincial committees and commercial enterprises for which separate financial statements or summaries are presented in sections 2 to 7 inclusive.

The following corporations are excluded from the definition of Provincial corporation and are exempted from all other provisions of the Financial Administration Act except section 2, which provides the exemption, and section 81 respecting the approval of borrowing by the Provincial Treasurer. Accordingly their accounts are excluded from the Public Accounts and the consolidated financial statements.

(a) The board of a university under the Universities Act

(b) The interim governing body of a university under the Universities Act

(c) The board of a public college under the Colleges Act

(d) The Governors of the Banff Centre for Continuing Education

(e) The board of a technical institute under the Technical Institutes Act

(f) The interim governing authority of a technical institute under the Technical Institutes Act

(g) The Alberta Heritage Foundation for Medical Research

(h) The board of management of a Provincial General Hospital under the Provincial General Hospitals Act

(i) A mental health hospital board under the Mental Health Act

(j) The Alberta Cancer Board, and

(k) The University Hospitals Board under the University of Alberta Hospitals Act

The methods of consolidation are described in the Accounting Policy note that forms part of the financial statements.

These comprehensive statements are presented to disclose the economic impact of the Government and the state of its finances in a manner that will assist in assessment of these matters.

PROVINCE OF ALBERTA
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Consolidated Statement of Reported Assets, Liabilities and Net Assets
Consolidated Statement of Revenue and Expenditure
Consolidated Statement of Changes in Financial Position
Notes to the Consolidated Financial Statements
Schedules to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Members of the
Legislative Assembly

I have examined the consolidated statement of reported assets, liabilities and net assets of the Province of Alberta as at March 31, 1986 and the consolidated statements of revenue and expenditure and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these consolidated financial statements present fairly the financial position of the Province of Alberta as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 1 to the consolidated financial statements applied, after giving retroactive effect to the changes in accounting policy as explained in Note 2 to the consolidated financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
November 14, 1986

Statement No. 1.1

PROVINCE OF ALBERTA
CONSOLIDATED STATEMENT OF REPORTED ASSETS, LIABILITIES AND NET ASSETS
MARCH 31, 1986

Schedule No.		In thousands 1986	1985
	ASSETS		
1.1	Cash and marketable securities	$ 3,345,626	$ 3,144,096
	Accounts receivable	1,624,228	2,437,378
1.2	Portfolio investments	5,183,854	4,816,970
1.3	Long-term investments	735,491	856,051
1.4	Equity in commercial enterprises	1,539,916	1,707,368
1.5	Loans and advances	8,335,431	8,469,633
	Real estate held for rental and resale	202,323	109,331
		$20,966,869	$21,540,827
	LIABILITIES AND NET ASSETS		
	Liabilities:		
	Accounts and loans payable	$ 1,699,437	$ 2,290,431
	Unearned revenue and suspense	56,880	66,905
1.6	Unmatured debt	3,175,157	3,633,810
		4,931,474	5,991,146
1.7	Restricted profits and equity	3,442,048	2,915,703
	Net Assets:		
	Net assets at beginning of year	12,633,978	11,387,972
	Net expenditure (revenue) - Statement No. 1.2	40,631	(1,246,006)
	Net assets at end of year	12,593,347	12,633,978
		$20,966,869	$21,540,827
1.11	Guarantees	$ 526,979	$ 519,475
	Trust funds under administration	$ 1,559,354	$ 1,430,441

The accompanying notes are part of these financial statements.

Statement No. 1.2

PROVINCE OF ALBERTA
CONSOLIDATED STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1986

	In thousands 1986	 1985
Revenue:		
Taxes	$ 2,851,759	$ 2,784,662
Non-renewable resource revenue	4,932,034	5,229,091
Payments from Government of Canada	1,742,048	1,646,583
Fees, permits and licences	586,719	512,514
Trading profits	276,032	369,480
Investment income	2,160,661	2,042,108
Other revenue	208,195	201,386
	12,757,448	12,785,824
Expenditure:		
Health	2,980,480	2,731,091
Education	2,547,440	2,384,595
Social services	1,180,154	1,051,321
Regional planning and development	724,277	700,364
Housing	102,633	147,433
Recreation and culture	235,804	226,548
Environment	168,885	146,944
Resource conservation and industrial development	1,934,456	1,423,306
Transportation and utilities	1,496,300	1,348,384
Protection of persons and property	412,345	387,896
General government	657,580	660,591
	12,440,354	11,208,473
Valuation adjustments	357,725	331,345
	12,798,079	11,539,818
Net expenditure (revenue)	$ 40,631	$(1,246,006)

Statement No. 1.3

PROVINCE OF ALBERTA
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION FOR THE YEAR ENDED MARCH 31, 1986

	In thousands	
	1986	1985
Operating transactions:		
Net revenue (expenditure)	$ (40,631)	$1,246,006
Non-cash items:		
Provision for decline in market value, write-off and write-down of investments	207,866	4,400
Provision for doubtful accounts and loans	131,440	324,230
Gains and losses retained by commercial enterprises	50,309	(61,587)
Provision for exchange on debt payable in United States funds	909	2,715
Net gains on disposals of investments	(153,532)	(24,855)
Amortization of discount and premium on investments and debt, net	(22,038)	46,980
Amortization of deferred realized gains and losses	(6,451)	(3,783)
Decrease (increase) in receivables	837,860	(76,522)
Restricted profits and equity	526,345	476,786
Increase (decrease) in payables	(590,994)	166,071
Unearned revenue and suspense	(10,025)	(21,273)
Cash provided by operating transactions	931,058	2,079,168
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments:		
Portfolio investments	1,458,758	1,329,688
Long-term investments	313,312	179,771
Equity in commercial enterprises, net	117,143	(166,864)
Repayment of loans and advances	543,891	374,347
Deferred realized gains and losses	15,991	15,757
Investments:		
Portfolio investments	(1,756,354)	(1,594,604)
Long-term investments	(291,909)	(217,195)
Loans and advances	(518,950)	(875,733)
Real estate held for rental and resale, net	(139,882)	(137,374)
Cash applied to investing transactions	(258,000)	(1,092,207)
Financing transactions:		
Debt issues	1,924,313	4,246,835
Debt retirement	(2,395,841)	(4,236,098)
Cash provided by (applied to) financing transactions	(471,528)	10,737
Increase in cash and marketable securities	201,530	997,698
Cash and marketable securities at beginning of year	3,144,096	2,146,398
Cash and marketable securities at end of year	$3,345,626	$3,144,096

PROVINCE OF ALBERTA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1986

Note 1 Summary of Significant Accounting Policies and Reporting Practices

These financial statements are prepared in accordance with the following accounting policies:

(a) Reporting entity

These financial statements include the accounts of the following entities which are reported separately in this volume in the section indicated:

(i)	The General Revenue Fund	Section 2
(ii)	Revolving Funds	Section 3
(iii)	Regulated Funds	Section 4
(iv)	Provincial Corporations	Section 5
(v)	Provincial Committees	Section 6
(vi)	Commercial Enterprises	Section 7

Under the Financial Administration Act, Alberta Energy Company Ltd., in which the Province holds 37% of the voting shares, does not come under the definition of Provincial corporation. The Province's investment in that company is included in long-term investments at cost. Housing authorities incorporated under section 42 of the Alberta Mortgage and Housing Corporation Act, the Credit Union Stabilization Corporation established under section 90 of the Credit Union Act, and new towns incorporated under section 5 of the New Towns Act are excluded from the definition of Provincial corporation. Accordingly the accounts of housing authorities, the Credit Union Stabilization Corporation and new towns are not included in the consolidated financial statements.

The following corporations are excluded from the definition of Provincial corporation and are exempted from all other provisions of the Financial Administration Act except section 2, which provides the exemption, and section 81 respecting the approval of borrowing by the Provincial Treasurer. Accordingly their accounts are excluded from the Public Accounts and the consolidated financial statements.

(a) The board of a university under the Universities Act
(b) The interim governing body of a university under the Universities Act.
(c) The board of a public college under the Colleges Act
(d) The Governors of the Banff Centre for Continuing Education
(e) The board of a technical institute under the Technical Institutes Act
(f) The interim governing authority of a technical institute under the Technical Institutes Act.
(g) The Alberta Heritage Foundation for Medical Research
(h) The board of management of a Provincial General Hospital under the Provincial General Hospitals Act
(i) A mental health hospital board under the Mental Health Act
(j) The Alberta Cancer Board, and
(k) The University Hospitals Board under the University of Alberta Hospitals Act

(b) Method of consolidation

The accounts of revolving funds, regulated funds, Provincial corporations, except those designated as commercial enterprises, and Provincial committees are consolidated after adjusting them to a basis consistent with the accounting policies described below in (c). Inter fund, corporation and committee revenue and expenditure transactions, investing and financing transactions, and related asset and liability accounts have been eliminated.

The accounts of commercial enterprises are recorded on an equity basis, the equity being computed in accordance with generally accepted accounting practices applicable to those enterprises.

The reporting period of eight of the Provincial corporations is for the year ended December 31, 1985. Where the transactions of those corporations significantly affect the consolidation, they have been restated to March 31, 1986.

(c) Basis of financial reporting

Revenues

Revenues are reported on an accrual basis except for net personal and corporate income taxes which are reported on a cash basis. Non-renewable resource revenue includes an estimate of revenue receivable from certain categories of resource royalty payors as well as various adjustments applicable to prior years. As the need for adjustment of this revenue is identified in future years, the adjustment will be reflected in revenue of those years.

Expenditures

Expenditures represent the cost of goods and services acquired during the year and expenditures made or accrued in accordance with the conditions of approved grant programs, including capital acquisitions, expenditures on capital programs and grants for capital purposes.

Pension costs are reported on a current contributions basis and no provision is made for actuarial estimates of additional annual costs.

No provision is made for accrued employee vacation entitlements, sick leave and long term disability benefits.

Reported Assets and Liabilities

Reported assets are limited to financial claims on outside organizations and individuals and real estate held for rental and resale at March 31, 1986. Because income taxes are reported on a cash basis, net personal and corporate income taxes receivable are not reported.

Liabilities include all financial claims payable by the Province at March 31, 1986. No provision is made for actuarial estimates of liabilities in respect of the present or future benefits payable under Pension Plan Acts with benefits directly chargeable to or guaranteed by the Province, other than the amount of $3,010,701,000 (1985 - $2,563,435,000) included in restricted profits and equity (see below). No provision is made for accrued employee vacation entitlements, sick leave and long term disability benefits, amounts payable under the Alberta Income Tax Act, the Alberta Corporate Income Tax Act, commitments under construction or other contracts and agreements at the year end, including capital equipment leases.

Marketable securities are temporary investments; they are valued at cost or market value, whichever is lower, on an aggregate basis.

Portfolio investments are investments that are required to meet specific future obligations or to provide income over a long period.

Bonds, bond coupons and residuals, mid-term money market securities and mortgages included in portfolio investments are carried at cost adjusted for deferred unamortized realized gains and losses. Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

Common shares, preferred shares, warrants, pooled equity trust units and real estate and energy fund units included in portfolio investments are carried at cost. Real estate is carried at the lower of cost and appraised value. Realized gains and losses on disposals of these investments are included in the determination of net expenditure.

Long-term investments are those that are intended to be held as long term assets; they are recorded at cost.

Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

Real estate held for rental and resale is valued at the lower of cost and net realizable value.

Debentures included in unmatured debt are recorded at face amount of the issue plus a provision for exchange on debt payable in United States funds at the March 31 rate of exchange, less sinking fund assets. Sinking fund investments are carried on the same valuation basis as portfolio investments, at cost or adjusted cost. Treasury bills and promissory notes are recorded at issue principal less unamortized discount, where applicable.

Restricted profits and equity refers to the profits and equity of a Provincial corporation and a regulated fund included in the consolidated financial statements which are restricted by legislation and are therefore excluded from net assets of the Province.

Cash, term deposits, accounts receivable, accounts payable and debenture debt denominated in foreign currency are translated at the rate of exchange in effect at the balance sheet date. Investments and revenue items are translated at historical exchange rates.

Gains and losses arising from the translation of foreign currencies are included in the determination of net expenditure except that unrealized exchange gains or losses relating to hedged monetary assets are deferred, and unrealized exchange gains and losses on forward exchange contracts which do not serve to hedge monetary assets are deferred and amortized over the term of the contracts. Amounts deferred are included in accounts payable.

Consistent with the reporting of capital acquisitions as expenditure, fixed assets are not reported.

Note 2 Changes in Accounting Policy and Reporting Practice

Investments in real estate included in portfolio investments are now carried at the lower of cost and appraised value. Previously, these investments were carried at cost less amortization. This change in accounting policy has been applied retroactively and accordingly the financial statements for the year ended March 31, 1985 have been restated. As a result of this change in accounting policy, restricted profits and equity at March 31, 1985 have been adjusted for the cumulative effect of applying retroactively the change in accounting policy by $769,000. This accounting policy change has no effect on the consolidated net revenue for the year ended March 31, 1985.

Additional adjustments of $938,000 were made to decrease net assets at March 31, 1985 as a result of other changes in accounting policy made in the accounts of entities included in these financial statements.

Note 3 **Pension Liabilities and Commitments**

The Pension Fund is a regulated fund established for the purpose of assisting the Government to meet its liability under guarantees of pensions under the six pension plans administered by the Government. The Pension Fund balance in restricted profits and equity at March 31, 1986 amounted to $3,010,701,000 (1985 - $2,563,435,000).

Actuarial valuations of these pension plans were carried out at March 31, 1985 and estimated accrued liabilities were as undernoted.

Local Authorities Pension Act	$2,684,007,000
M.L.A. Pension Act	30,215,000
Public Service Management Pension Act	904,734,000
Public Service Pension Act	1,654,033,000
Special Forces Pension Act	389,281,000
Universities Academic Pension Act	780,944,000
Total liability	6,443,214,000
Less Pension Fund balance included in restricted profits and equity at March 31, 1985	2,563,435,000
Unfunded accrued liability	$3,879,779,000

The above figures were estimated by calculating the present value, at March 31, 1985, of benefits that accrued in respect of service to that date. The valuations were based on a common set of economic assumptions, including rate of salary increases due to inflation, interest rates and rates of discretionary cost of living increases for present and future retired members. Some of the demographic assumptions used in estimating the above liabilities, including termination, retirement, and salary increases due to promotion and merit, varied from plan to plan according to the particular characteristics of each plan.

Under provisions of the Teachers' Retirement Fund Act, payment of all benefits is guaranteed by the Province of Alberta. An actuarial valuation at August 31, 1983 indicated that Teachers' Retirement Fund assets were insufficient by an amount of approximately $1,332,500,000 to meet the liabilities of the fund. The actuarial valuation was based on a different set of assumptions to those used for the above Pension Acts. When preparing the 1983 valuation, the consulting actuary estimated that the unfunded accrued liability would amount to approximately $1,620,000,000 at March 31, 1986 (1985 - $1,480,000,000).

Note 4 **Contingent Liabilities**

The Province has a contingent liability in respect of a statement of claim issued on February 19, 1982. The plaintiffs are the members of the Lubicon Lake Band and the Cree Community of Little Buffalo Lake. The defendants are the Province of Alberta and a number of oil companies. The plaintiffs claim entitlement to at least 60 square miles of land in Northwestern Alberta as a reserve. They are also claiming $700,000,000 in lieu of royalties and revenues, or alternatively a reserve of 60 square miles including mines and minerals together with $200,000,000 damages, and interest on all amounts.

The Province has a contingent liability in respect of a statement of claim filed by eight Metis Settlement Associations. On February 2, 1977 it was contended that the Province had received approximately $30,000,000 from the sale, lease or rental, royalties and fees from the petroleum and natural gas rights on certain lands and that the Associations were entitled to the aforesaid monies as well as all monies thereafter accruing from these petroleum and natural gas rights.

The Province also has a contingent liability in respect of four other native land or mineral rights claims in which the amounts claimed are unspecified.

At March 31, 1986 the Province was named as defendant in various legal actions in addition to those noted above. The total claimed in specific legal actions amounts to approximately $160,225,000. Potential claims amount to approximately $6,269,000.

The resulting loss, if any, from these claims and potential claims cannot be determined.

The Province has a contingent liability to return to Indian Bands its share of oil export tax relating to the period October 1, 1973 to March 31, 1974 in respect of oil production from Indian lands. The Province is committed to return its share of oil export tax, which amounts to approximately $4,650,000, if the federal government makes a similar decision in respect of its share.

On April 24, 1985 representatives of the City of Edmonton and the Government of Alberta signed a Memorandum of Understanding which established an Arbitration Committee to hold hearings to "develop or select a practical toll sharing formula for the sharing of toll revenues generated in the City of Edmonton". The probable outcome of these hearings is not determinable at this time.

Details of guarantees are shown in Schedule 1.11.

No provision has been made in the consolidated financial statements for contingent liabilities resulting from litigation and guarantees.

Note 5 Contingent Assets

The Province has a contingent asset of $21,792,000 at March 31, 1986 in respect of deductions made under section 20 of the Canada Health Act by the Government of Canada from payments to the Province as financial penalties for extra billing by medical practitioners or dentists, and hospital admission charges. The amounts deducted are recoverable by the Province of Alberta if, in the opinion of the Federal Minister responsible for the Canada Health Act, extra billing or user charges are eliminated on or before March 31, 1987. Extra billing was eliminated pursuant to section 5.2 of the Alberta Health Care Insurance Amendment Act, 1986 which came into force on October 1, 1986 and hospital admission charges were eliminated by regulation on the same date. Any amounts recovered will be accounted for as income of the period in which the recoveries occur.

Note 6 Segmented Information

Segmented information on net revenue (expenditure) is as follows:

	1986	1985
General Revenue Fund	$(458,201,000)	$1,043,350,000
Alberta Heritage Savings Trust Fund	424,375,000	481,182,000
Other regulated funds	(3,735,000)	22,999,000
Provincial agencies	48,536,000	(362,405,000)
Commercial enterprises	(51,606,000)	60,880,000
	$ (40,631,000)	$1,246,006,000

The above figures are before elimination of inter-entity transactions but after adjustments necessary to bring the reporting entities to the same basis of accounting as described in Note 1(c).

Note 7 Comparative Figures

The 1985 figures have been restated where necessary to conform to the 1986 presentation.

Note 8 Approval of Financial Statements

These financial statements were approved by the Deputy Provincial Treasurer - Management and Control and the Controller.

PROVINCE OF ALBERTA
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1986

Schedule 1.1

CASH AND MARKETABLE SECURITIES

In thousands

	1986		1985	
	Book Value	Market Value	Book Value	Market Value
Bonds:				
Government of Canada, direct and guaranteed	$ 35,767	$ 36,436	$ 171,351	$ 147,463
Provincial, direct and guaranteed	65,260	63,829	170,557	143,344
Board of Governors of the University of Alberta	5,047	5,070	5,097	4,879
Municipalities, school and hospital boards	3,077	2,613	3,718	2,717
Corporate	8,932	8,898	10,917	9,386
Government of the United States of America, direct	—	—	2,481	2,480
Bond coupons and residuals:				
Government of Canada, direct	74,196	74,156	12,369	12,202
Mid-term money market securities:				
Promissory notes	21,970	21,952	43,690	42,410
Certificates of deposit and guaranteed investment certificates	3,000	3,035	20,400	20,320
Mortgages	9,183	10,112	10,966	10,707
Common shares	5,169	5,166	327	87
	231,601	231,267	451,873	395,995
Short-term money market securities (a):				
Treasury bills	1,366,322	1,366,322	662,235	662,235
Promissory notes	264,799	264,799	237,118	237,118
Deposit receipts	234,378	234,378	318,943	318,943
Bankers' acceptances	189,099	189,099	280,859	280,859
Certificates of deposit and guaranteed investment certificates	151,312	151,312	54,734	54,734
Bearer deposit notes	85,239	85,239	244,695	244,695
Call loans	—	—	80,000	80,000
Other	—	—	199	199
	2,291,149	2,291,149	1,878,783	1,878,783
Cash:				
Cash in bank and in transit	(48,902)	(48,902)	107,653	107,653
Deposits in the Consolidated Cash Investment Trust Fund	872,112	872,112	761,665	761,665
	823,210	823,210	869,318	869,318
	$3,345,960	$3,345,626	$3,199,974	$3,144,096

(a) The market value of short-term money market securities is estimated to approximate cost.

Schedule 1.2

PORTFOLIO INVESTMENTS

In thousands

	1986		1985	
	Book Value	Market Value	Book Value	Market Value
Bonds:				
Government of Canada, direct and guaranteed	$1,527,448	$1,731,069	$1,294,074	$1,341,779
Provincial, direct and guaranteed	1,984,893	2,195,592	1,952,576	1,937,115
Municipal	460	497	460	503
Corporate	284,661	298,071	275,610	267,098
Corporate, convertible	31,670	31,464	24,473	25,769
Government of the United States of America, direct	—	—	13,670	12,400
Mid-term money market securities:				
Promissory notes	68,719	76,087	116,390	121,813
Certificates of deposit and guaranteed investment certificates	3,517	3,581	66,565	66,921
Mortgages	74,620	89,770	75,838	82,976
Bond coupons and residuals:				
Government of Canada, direct	284,013	296,507	204,110	200,516
Deferred unamortized realized gains and losses	(36,139)	—	(26,516)	—
	4,223,862	4,722,638	3,997,250	4,056,890
Common shares, preferred shares, warrants and pooled equity trust units	876,948	1,336,209	758,521	976,707
Real estate	81,626	81,626	52,936	52,936
Real estate and energy fund units	1,418	1,413	8,263	9,161
	$5,183,854	$6,141,886	$4,816,970	$5,095,694

Schedule 1.3

LONG-TERM INVESTMENTS

In thousands

	1986	1985
Corporate debentures:		
Vencap Equities Alberta Ltd., participating debenture	$199,998	$199,999
General Systems Research Ltd., non-interest bearing participating debenture	2,500	2,500
Ridley Grain Ltd., non-interest bearing participating series A debenture	—	125,170
Preferred shares:		
Sturdi-Wood Inc. Class B	4,600	—
Global Thermoelectric Power Systems Ltd.	3,809	2,934
Chembiomed Ltd.	3,369	3,369
Native Venture Capital Co. Ltd., Class A	1,980	1,980
Myrias Research Corporation	1,578	—
Norstar Instruments Ltd., series A	600	—
Common shares:		
Alberta Energy Company Ltd.	55,708	76,759
Pacific Western Airlines Corporation	2,734	4,285
Native Venture Capital Co. Ltd., Class A	10	10
Native Venture Capital Co. Ltd., Class B	10	10
Venture equity:		
Participation in Syncrude Project	458,595	439,035
	$735,491	$856,051

Schedule 1.4

EQUITY IN COMMERCIAL ENTERPRISES

In thousands

	Alberta Intermodal Services Ltd.	Alberta Liquor Control Board	Alberta Terminals Ltd.	The Alberta General Insurance Company	The Alberta Government Telephones Commission	The Workers' Compensation Board	Treasury Branches Deposits Fund	Total	
								1986	1985
Adjusted unremitted earnings (deficit) - cumulative	$ 378	$ 13,225	$ 2,181	$ (138)	$ 109,279	$ (129,206)	$ (129,516)	$ (133,797)	$ (40,331)
General reserves	—	138,000	—	45	—	—	43,829	181,874	138,717
Investments by consolidated entities:									
Common shares	20,000	—	17,528	—	—	—	—	37,528	17,528
Bonds and debentures	—	—	—	—	1,497,890	—	—	1,497,890	1,484,120
Loans and advances	—	—	—	—	—	—	—	—	158,968
	20,378	151,225	19,709	(93)	1,607,169	(129,206)	(85,687)	1,583,495	1,759,002
Less:									
Net investment of commercial enterprises in debt of consolidated entities	—	—	—	—	—	17,077	1,502	18,579	26,634
Loans to consolidated entities	—	—	—	—	—	—	25,000	25,000	25,000
	—	—	—	—	—	17,077	26,502	43,579	51,634
Total - 1986	$ 20,378	$ 151,225	$ 19,709	$ (93)	$1,607,169	$ (146,283)	$ (112,189)	$1,539,916	
Total - 1985	$ —	$ 136,648	$ 18,790	$ (184)	$1,704,041	$ (133,789)	$ (18,138)		$1,707,368

Schedule 1.5

LOANS AND ADVANCES

In thousands

	1986	1985
Loans and advances made under the authority of:		
Alberta Municipal Financing Corporation Act	$4,966,577	$4,987,792
Alberta Mortgage and Housing Corporation Act	2,467,718	2,648,685
Agricultural Development Act	1,011,988	957,907
Alberta Opportunity Fund Act	146,992	159,618
Credit Union Act	93,107	—
Rural Electrification Revolving Fund Act and Rural Electrification Long Term Financing Act	52,823	46,957
Financial Administration Act	34,826	30,353
Municipal Land Loans Act	14,523	15,881
Department of Transportation Act	3,667	3,753
Hail and Crop Insurance Act	2,627	3,622
Motion Picture Development Act	2,192	1,443
Students Finance Act	273	297
Cemeteries Act	85	85
Historical Resources Act	28	51
Public Trustee Act	24	24
Homestead Lease Loan Act	4	6
Department of Public Works, Supply and Services Act	—	818
Cancer Treatment and Prevention Act	—	451
Recreation, Parks and Wildlife Foundation Act	—	35
Miscellaneous	3	3
	8,797,457	8,857,781
Implemented guarantees made under the authority of:		
Students Finance Act	11,725	9,104
Agricultural Development Act	8,766	9,141
Department of Agriculture Act	2,184	1,474
Feeder Associations Guarantee Act	772	848
Agricultural Societies Act	212	242
Co-operative Marketing Associations and Rural Utilities Guarantee Act	19	138
	23,678	20,947
Judgement debts	939	1,268
	8,822,074	8,879,996
Less: Allowance for doubtful loans, advances implemented guarantees and judgement debts	486,643	410,363
	$8,335,431	$8,469,633

Schedule 1.6

UNMATURED DEBT

In thousands

	Gross Debt	Less			Net Debt	
	(a)	Sinking Funds Net (b)	Debt held by Consolidated Entities	Net Debt applied to reduce Equity in Commercial Enterprises	1986	1985
Debt Issued by:						
Alberta Municipal Financing Corporation	$ 5,844,889	$ 1,113,819	$ 1,724,754	$ 12,162	$ 2,994,154	$ 2,862,910
Alberta Mortgage and Housing Corporation	3,859,744	—	3,718,042	—	141,702	150,270
General Revenue Fund	273,603	148,096	53,955	2,925	68,627	309,365
Alberta Provincial Corporation Loan Fund	36,700	—	35,000	—	1,700	333,238
Alberta Resources Railway Corporation	103,440	56,026	53,440	25,000	(31,026)	(21,973)
Alberta Agricultural Development Corporation	1,041,240	—	1,041,240	—	—	—
Alberta Opportunity Company	162,400	—	162,400	—	—	—
	$11,322,016	$ 1,317,941	$ 6,788,831	$ 40,087	$ 3,175,157	$ 3,633,810

(a) Includes provision for exchange on debt payable in United States funds.

(b) Includes deferred unamortized realized gains $7,149,000 (1985 - $1,766,000) and adjustments for inter fund holdings $45,310,000 (1985 - $42,773,000).

Schedule 1.7

RESTRICTED PROFITS AND EQUITY

In thousands

	1986	1985
Profits and equity restricted by:		
Pension Fund Act:		
Equity (a)	$3,010,701	$2,563,435
Alberta Municipal Financing Corporation Act:		
Profits (b)	431,329	352,250
Equity (c)	18	18
	$3,442,048	$2,915,703

(a) Represents partial funding of liabilities under the Local Authorities Pension Plan Act, Members of the Legislative Assembly Pension Plan Act, Public Service Management Pension Plan Act, Public Service Pension Plan Act, Special Forces Pension Plan Act and Universities Academic Pension Plan Act. Details of the most recent actuarial valuations of the total liability of the Province under the six pension plans are provided in Note 3.

(b) Refers to a portion of Alberta Municipal Financing Corporation's shareholders' equity which is excluded from net assets of the Province. Under the Alberta Municipal Financing Corporation Act, the Alberta Municipal Financing Corporation has "the power to pay from time to time, as a rebate of interest, any profits of the corporation to shareholders of the corporation that have borrowed moneys from the corporation or sold debentures of their own issue to the corporation, proportionately as such shareholders made use of the facilities of the corporation over the period in which any such profits were derived".

(c) Represents the cost of common shares held by municipalities, counties, cities, towns, school districts and divisions and hospital boards.

Schedule 1.8

REVENUE

	In thousands	
	1986	1985
Taxes:		
Personal income tax	$ 1,521,228	$ 1,456,652
Corporate income tax	711,162	762,099
Other	619,369	565,911
	2,851,759	2,784,662
Non-Renewable Resource Revenue:		
Royalties, rentals and fees, bonuses and sales of Crown leases	5,387,005	5,752,951
Exploratory drilling and geophysical incentive credits	(44,192)	(127,992)
Royalty tax credit	(410,779)	(395,868)
	4,932,034	5,229,091
Payments from Government of Canada:		
Canada assistance plan	379,961	341,334
Hospital insurance	362,374	354,724
Utility companies income tax transfers	215,974	193,795
Post secondary education	206,032	201,264
Crop insurance and reinsurance	177,292	57,810
Health care insurance	116,186	114,881
Extended health care	98,970	94,361
Oil export charge	78,354	194,573
Other	106,905	93,841
	1,742,048	1,646,583
Fees, Permits and Licences	586,719	512,514
Trading Profits	276,032	369,480
Investment Income	2,160,661	2,042,108
Other	208,195	201,386
	$12,757,448	$12,785,824

Schedule 1.9

EXPENDITURE BY OBJECT

	In thousands	
	1986	1985
Salaries, wages, employment contracts and benefits	$ 1,336,561	$ 1,264,815
Travel and communication	158,277	142,060
Services	1,263,547	1,140,845
Materials and supplies	327,584	260,938
Grants to individuals, business and other levels of government	8,666,213	7,709,633
Purchase of fixed assets	202,716	163,986
Interest	467,400	502,114
Valuation adjustments	357,725	331,345
Other expenses	18,056	24,082
	$12,798,079	$11,539,818

Schedule 1.10

OPERATING AND CAPITAL EXPENDITURE BY MAJOR FUNCTION

In thousands

	Expenditure			
	Operating	Capital	Grants for Capital Purposes	Total
Health:				
1986	$ 2,661,518	$ 131,127	$ 187,835	$ 2,980,480
1985	2,444,844	62,758	223,489	2,731,091
Education:				
1986	2,348,659	13,831	184,950	2,547,440
1985	2,164,124	13,116	207,355	2,384,595
Social Services:				
1986	1,178,391	1,616	147	1,180,154
1985	1,049,269	1,445	607	1,051,321
Regional Planning and Development:				
1986	718,805	5,472	—	724,277
1985	664,661	35,703	—	700,364
Housing:				
1986	60,861	41,772	—	102,633
1985	112,710	34,723	—	147,433
Recreation and Culture:				
1986	144,151	52,983	38,670	235,804
1985	113,614	58,378	54,556	226,548
Environment:				
1986	64,110	93,604	11,171	168,885
1985	61,062	78,938	6,944	146,944
Resource Conservation and Industrial Development:				
1986	1,837,532	88,747	8,177	1,934,456
1985	1,357,235	59,207	6,864	1,423,306
Transportation and Utilities:				
1986	702,201	559,121	234,978	1,496,300
1985	633,157	474,635	240,592	1,348,384
Protection of Persons and Property:				
1986	404,131	5,073	3,141	412,345
1985	380,036	4,549	3,311	387,896
General Government:				
1986	431,110	226,470	—	657,580
1985	471,206	189,385	—	660,591
Valuation Adjustments:				
1986	357,725	—	—	357,725
1985	331,345	—	—	331,345
Total Expenditure:				
1986	$10,909,194	$1,219,816	$ 669,069	$12,798,079
1985	$ 9,783,263	$1,012,837	$ 743,718	$11,539,818

Schedule 1.11

DETAILS OF GUARANTEES

	In thousands	
	1986	1985
Guaranteed Debentures (Note 1)		
AEC Power Limited (Note 2(b))	$210,139	$220,700
Vencap Equities Alberta Ltd.	40,000	40,000
	250,139	260,700
Guaranteed Bank and Credit		
Union Loans (Note 1)		
Students Loan Guarantee Act	96,138	89,208
Agricultural Development Act	72,202	69,650
AEC Power Limited (Note 2(b))	34,994	23,017
Agricultural Societies Act	22,515	24,893
Time Air Limited	4,500	4,500
Feeder associations	3,897	3,069
Small grain dealers program	3,450	—
Export program	2,561	2,735
Rural utilities loans	2,507	2,850
Co-operative marketing associations	1,537	2,085
Alberta Opportunity Fund Act	1,490	1,435
Edmonton Space Sciences Foundation	1,383	1,167
Southern Frontier Air Transport Ltd. and Southern Frontier Leasing Company Ltd.	1,023	1,610
Farm implement dealers program	726	—
Department of Culture Act	700	862
Regional Planning Commissions	270	303
Alberta School Trustees' Association Act	164	260
Government Emergency Guarantee Act	100	85
Alberta livestock loans	7	15
Dreco Energy Services Ltd.	7	—
Wardair Equipment Limited	—	1,722
Canadian Co-operative Implements Limited	—	1,575
McReady Products Ltd.	—	250
Irrigation Act	—	215
	250,171	231,506
Other Guarantees (Note 1)		
Federal Loans:		
Agricultural Societies Act	17,484	17,935
Mortgage Loans:		
University of Alberta	2,731	2,773
Banff Centre for Continuing Education	2,403	2,475
University of Lethbridge	2,214	2,224
University of Calgary	1,837	1,862
	26,669	27,269
Grand Total (Note 2)	$526,979	$519,475

Schedule 1.11 (cont'd)

Note 1 Guarantees include principal borrowings only and exclude guaranteed interest, the amount of which is not determinable.

Note 2 This amount excludes:

(a) Any liability under:

the Public Service Pension Plan Act, the Local Authorities Pension Plan Act, the Members of the Legislative Assembly Pension Plan Act, the Public Service Management Pension Plan Act, the Special Forces Pension Plan Act, the Teachers' Retirement Fund Act and the Universities Academic Pension Plan Act
the long term disability income continuance plan
the international aid program
the Workers' Compensation Act.

(b) Any obligations of the Province relative to the Syncrude project other than the guarantees of $210,139,000 and $34,994,000 included in the preceding summary.

(c) Any liability:

(1) under the Federal Provincial Employment Loans Program, 1971, whereby the Province guaranteed federal loans to municipalities made to finance the acceleration or enlargement of certain capital development projects with the object of stimulating growth in employment, particularly during the winter months. The estimated total of guaranteed loans outstanding under the program at March 31, 1986 was $3,081,000 (1985 - $3,430,000).

(2) of the Province under its guarantee that the contractual obligations of Rocky Mountain Life Insurance Company to the Company's policy holders will be met. At December 31, 1985 the excess of liabilities over assets of Rocky Mountain Life Insurance Company was $2,828,000 (1984 - $2,673,000).

(3) for future claims on the Alberta General Insurance Company as a result of insurance business transacted to October 31, 1984, when the company ceased active business operations.

(4) under section 27(6) of the Public Trustee Act which provides that the Province guarantees that the common fund together with the special reserve fund will be sufficient for the purpose of paying lawful claims that are payable out of the common fund. For the year ended December 31, 1985 the two funds earned $1,659,000 in excess of distributions and administration costs of $13,536,000 (1984 - $2,076,000 and $10,961,000). At December 31, 1985 the total retained earnings of the two funds together amounted to $15,304,000 (1984 - $13,645,000).

(d) Any potential liability of the Treasury Branches Deposits Fund under guarantees and letters of credit which amounted to $389,838,000 at March 31, 1986 (1985 - $379,319,000).

SECTION 2

1985-86
PUBLIC ACCOUNTS

GENERAL REVENUE FUND - FINANCIAL STATEMENTS

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GENERAL REVENUE FUND - FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1986

Introduction:

Section 19(1) of the Financial Administration Act provides that "There shall be one General Revenue Fund to be appropriated to the public service of Alberta into which all public money shall be paid except

(a) money over which the Legislature has no power of appropriation, and
(b) money that is otherwise specially disposed of by this or any other Act".

Public money over which the Legislature has no power of appropriation is money paid in trust to the Province to be used for the purposes prescribed by the payer or settlor. Money otherwise specially disposed of by legislation represents fees or other revenues directed by legislation to be paid into a regulated fund to be used for special purposes. All other public money is paid into the General Revenue Fund.

Expenditures are made from the General Revenue Fund on the authority of supply votes approved by the Legislature, including special warrants ordered by the Lieutenant Governor in Council which are deemed to be supply votes. These expenditures are reported in the General Revenue Fund financial statements as budgetary expenditure - voted appropriations.

Expenditure may be made from the General Revenue Fund on the authority of legislation which may direct the transfer of revenue to another fund, shown in the financial statements as a reduction of budgetary revenue; or which directs certain types of expenditure which are disclosed as budgetary expenditure -statutory appropriations.

The term "Budgetary" is used to describe revenue or expenditure that affects General Revenue Fund "Net Assets". Non-budgetary transactions affect financial claims or liabilities recorded in the General Revenue Fund Statement of Reported Assets, Liabilities and Net Assets but do not change the "Net Assets" or surplus position.

GENERAL REVENUE FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Statement of Reported Assets, Liabilities and Net Assets
Statement of Budgetary Revenue and Expenditure
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedules to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the statement of reported assets, liabilities and net assets of the General Revenue Fund of the Province of Alberta as at March 31, 1986 and the statements of budgetary revenue and expenditure and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the General Revenue Fund of the Province of Alberta as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
November 7, 1986

Statement No. 2.1

GENERAL REVENUE FUND
STATEMENT OF REPORTED ASSETS, LIABILITIES AND NET ASSETS
MARCH 31, 1986

Schedule No.		In thousands 1986	1985
	ASSETS		
2.1	Cash and marketable securities	$ 541,104	$1,076,054
2.2	Accounts receivable	691,486	979,680
2.3	Long-term investments	60,031	156,252
2.4	Loans and advances to government enterprises	502,316	377,258
2.5	Loans and advances - other	98,914	45,526
		$1,893,851	$2,634,770
	LIABILITIES AND NET ASSETS		
	Liabilities:		
2.6	Accounts and loans payable	$ 920,723	$ 921,662
2.7	Unearned revenue and suspense	41,850	49,238
2.8	Unmatured debt	124,545	398,936
		1,087,118	1,369,836
	Net Assets:		
	Net assets at beginning of year	1,264,934	221,585
	Budgetary deficit (surplus) - Statement No. 2.2	458,201	(1,043,349)
	Net assets at end of year	806,733	1,264,934
		$1,893,851	$2,634,770
2.17	Guarantees	$ 473,638	$ 465,049

The accompanying notes are part of these financial statements.

Statement No. 2.2

GENERAL REVENUE FUND
STATEMENT OF BUDGETARY REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1986

In thousands

	1986		1985
	Budget (a)	Actual	Actual
Budgetary revenue:			
General revenue:			
Taxes	$ 2,682,000	$ 2,573,046	$ 2,552,759
Non-renewable resource revenue	3,702,000	3,644,021	3,942,386
Payments from Government of Canada	1,102,000	1,231,708	1,279,465
Fees, permits and licences	178,000	185,576	203,402
Trading profits	286,000	324,218	303,570
Other revenue	225,000	247,827	265,420
	8,175,000	8,206,396	8,547,002
Heritage Fund investment income	1,694,000	1,666,863	1,575,285
	9,869,000	9,873,259	10,122,287
Budgetary expenditure:			
Health	2,578,526	2,549,511	2,318,258
Education	2,378,597	2,369,902	2,203,312
Social services	1,183,110	1,180,154	1,051,321
Regional planning and development	313,648	270,463	289,464
Housing	342,299	262,798	283,959
Recreation and culture	178,217	172,146	177,341
Environment	99,692	113,772	93,936
Resource conservation and industrial development	741,509	1,000,832	648,348
Transportation and utilities	1,051,005	1,069,148	949,891
Protection of persons and property	418,995	406,776	382,701
General government	681,820	617,119	556,558
Debt servicing costs	83,000	35,782	104,567
	10,050,418	10,048,403	9,059,656
Voted appropriations	9,913,096	9,974,684	8,912,326
Statutory appropriations	137,322	73,719	147,330
	10,050,418	10,048,403	9,059,656
Valuation adjustments	14,000	283,057	19,282
	10,064,418	10,331,460	9,078,938
Budgetary deficit (surplus)	$ 195,418	$ 458,201	$(1,043,349)

(a) Revenue estimates include $104,000,000 of Heritage Fund investment income not included in the 1985 Budget Address, to reflect the May 15, 1985 revision to the revenue section of the financial plan.

Budgetary expenditure - voted appropriations includes supplementary estimates of $49,300,000 not included in the 1985 Budget Address and is reduced by $100,000 voted for investment purposes.

Statement 2.3

GENERAL REVENUE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	In thousands		
	1986		1985
	Budget	Actual	Actual
Operating transactions:			
Budgetary deficit (surplus)	$ 195,418	$ 458,201	$(1,043,349)
Add (deduct) non-cash items:			
Amortization of discount on investments and debt, net	—	360	(69,582)
Amortization of deferred realized gains and losses on sinking fund investments	—	83	(230)
Earnings on investments valued at equity	—	1,297	707
Increase in provision for exchange on debt payable in United States funds	—	(909)	(2,715)
Increase in provision for doubtful accounts and loans	(14,000)	(41,049)	(26,938)
Write-off of long-term investments	—	(203,107)	—
Increase (decrease) in receivables	—	(312,905)	101,091
Decrease in payables	—	939	5,438
Decrease in unearned revenue and suspense	—	7,388	19,907
Cash applied to (provided by) operating transactions	181,418	(89,702)	(1,015,671)
Investing transactions:			
Purchase of long-term investments	6,236	105,653	49,570
Loans and advances:			
Government enterprises	63,400	227,373	61,775
Other	1,800	103,013	10,226
Disposals, repayments and redemptions of long-term investments	—	(64)	(10,183)
Repayments of loans and advances:			
Government enterprises	(40,040)	(82,711)	(55,367)
Other	(2,311)	(3,469)	(4,670)
Cash applied to investing transactions	29,085	349,795	51,351
Financing transactions:			
Issue of:			
Promissory notes	—	(969,841)	(2,057,390)
Treasury bills	—	—	(1,747,511)
Debt retirement:			
Redemption of:			
Treasury bills	—	239,427	2,030,000
Promissory notes	—	990,980	2,171,700
Purchase of own Treasury bills	—	—	180,573
Sinking fund	—	15,140	13,155
Deferred realized gains/losses on sinking fund investments	—	(849)	292
Cash applied to financing transactions	—	274,857	590,819
Decrease (increase) in cash and marketable securities	$ 210,503	$ 534,950	$ (373,501)

GENERAL REVENUE FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1986

Note 1 Authority

The General Revenue Fund operates under the authority of section 19 of the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

These financial statements are prepared in accordance with the following accounting policies:

(a) Reporting entity

The reporting entity is the General Revenue Fund. Activities of Provincial agencies and regulated funds are reported only to the extent of advances made from or repaid to the General Revenue Fund, contributions from the General Revenue Fund to cover expenses or operating deficits and repayments of contributions in excess of current requirements. Financial claims of and on revolving funds are included in the General Revenue Fund statements and the net funds required to finance revolving fund operations have been charged to budgetary expenditure.

(b) Basis of financial reporting

Revenues

Budgetary revenues are reported on an accrual basis except for net personal and corporate income taxes which are reported on a cash basis. Non-renewable resource revenue includes an estimate of revenue receivable from certain categories of resource royalty payors as well as various adjustments applicable to prior years. As the need for adjustment of this revenue is identified in future years, the adjustment will be reflected in revenue of those years.

Expenditures

Expenditures represent the cost of goods and services acquired during the year and expenditures made or accrued in accordance with the conditions of approved grant programs, including capital acquisitions, expenditures on capital programs and grants for capital purposes.

Pension costs are reported on a current contributions basis and no provision is made for actuarial estimates of additional annual costs.

No provision is made for accrued employee vacation entitlements, sick leave and long term disability benefits.

Reported assets and liabilities

Reported assets are limited to financial claims due to the General Revenue Fund and revolving funds as a result of events and transactions prior to March 31, 1986 except that net personal and corporate income taxes receivable are not reported.

Liabilities include all financial claims payable by the General Revenue Fund and revolving funds at March 31, 1986. No provision is made for actuarial estimates of liabilities in respect of the present or future benefits payable under Pension Plan Acts with benefits directly chargeable to or guaranteed by the Province, accrued employee vacation entitlements, sick leave and long term disability benefits, amounts payable under the Alberta Income Tax Act, the Alberta Corporate Income Tax Act, commitments under construction or other contracts and agreements at the year end, including capital equipment leases.

Marketable securities are valued at cost or market value, whichever is lower, on an aggregate basis.

Long-term investments are recorded at cost, except for investments in wholly owned Provincial corporations operated as commercial enterprises which are valued on an equity basis.

Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

Sinking fund investments are carried at adjusted cost which includes deferred unamortized realized gains and losses. Realized gains and losses on disposals of sinking fund investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

Debentures included in unmatured debt are recorded at face amount of the issue plus a provision for exchange on debt payable in United States funds at the March 31 rate of exchange, less sinking fund assets. Promissory notes and Treasury bills are recorded at issue principal less unamortized discount and investments in Province of Alberta issues, where applicable.

Consistent with the reporting of capital acquisitions as expenditure, fixed assets are not reported.

Note 3 Pension Liabilities and Commitments

Pension receipts and pension payments are recorded initially in the General Revenue Fund and subsequently transferred to the Pension Fund, pursuant to section 5 of the Pension Fund Act. Details of the net amount transferred to the Pension Fund during the year ended March 31, 1986 are shown in Schedule 2.16. The Pension Fund Act provides that payments in excess of Pension Fund net assets are to be charged to the General Revenue Fund. Pension Fund net assets at March 31, 1986 amounted to $3,010,701,000 (1985 - $2,564,204,000).

Actuarial valuations of the following Pension Acts were carried out at March 31, 1985 and estimated accrued liabilities were as undernoted.

Local Authorities Pension Act	$2,684,007,000
M.L.A. Pension Act	30,215,000
Public Service Management Pension Act	904,734,000
Public Service Pension Act	1,654,033,000
Special Forces Pension Act	389,281,000
Universities Academic Pension Act	780,944,000
Total liability	6,443,214,000
Less Pension Fund balance at March 31, 1985	2,564,204,000
Unfunded accrued liability	$3,879,010,000

The above figures were estimated by calculating the present value, at March 31, 1985, of benefits that accrued in respect of service to that date. The valuations were based on a common set of economic assumptions, including rate of salary increases due to inflation, interest rates and rates of discretionary cost of living increases for present and future retired members. Some of the demographic assumptions used in estimating the above liabilities, including termination, retirement, and salary increases due to promotion and merit, varied from plan to plan according to the particular characteristics of each plan.

Under provisions of the Teachers' Retirement Fund Act, payment of all benefits is guaranteed by the Province of Alberta. An actuarial valuation at August 31, 1983 indicated that Teachers' Retirement Fund assets were insufficient by an amount of approximately $1,332,500,000 to meet the liabilities of the fund. The actuarial valuation was based on a different set of assumptions to those used for the above Pension Acts. When preparing the 1983 valuation, the consulting actuary estimated that the unfunded accrued liability would amount to approximately $1,620,000,000 at March 31, 1986 (1985 - $1,480,000,000).

Note 4 Contingent Liabilities

The Province has a contingent liability in respect of a statement of claim issued on February 19, 1982. The plaintiffs are the members of the Lubicon Lake Band and the Cree Community of Little Buffalo Lake. The defendants are the Province of Alberta and a number of oil companies. The plaintiffs claim entitlement to at least 60 square miles of land in Northwestern Alberta as a reserve. They are also claiming $700,000,000 in lieu of royalties and revenues, or alternatively a reserve of 60 square miles including mines and minerals together with $200,000,000 damages, and interest on all amounts.

The Province has a contingent liability in respect of a statement of claim filed by eight Metis Settlement Associations. On February 2, 1977 it was contended that the Province had received approximately $30,000,000 from the sale, lease or rental, royalties and fees from the petroleum and natural gas rights on certain lands and that the Associations were entitled to the aforesaid monies as well as all monies thereafter accruing from these petroleum and natural gas rights.

The Province also has a contingent liability in respect of four other native land or mineral rights claims in which the amounts claimed are unspecified.

At March 31, 1986 the Province was named as defendant in various legal actions in addition to those noted above. The total claimed in specific legal actions amounts to approximately $119,175,000. Potential claims amount to approximately $93,000.

The resulting loss, if any, from these claims and potential claims cannot be determined.

The Province has a contingent liability to return to Indian Bands its share of oil export tax relating to the period October 1, 1973 to March 31, 1974 in respect of oil production from Indian lands. The Province is committed to return its share of oil export tax, which amounts to approximately $4,650,000, if the federal government makes a similar decision in respect of its share.

Details of guarantees are shown in Schedule 2.17.

No provision has been made in the financial statements for contingent liabilities resulting from litigation and guarantees.

Note 5 Contingent Assets

The Province has a contingent asset of $21,792,000 at March 31, 1986 in respect of deductions made under section 20 of the Canada Health Act by the Government of Canada from payments to the Province as financial penalties for extra billing by medical practitioners or dentists, and hospital admission charges. The amounts deducted are recoverable by the Province of Alberta if, in the opinion of the Federal Minister responsible for the Canada Health Act, extra billing or user charges are eliminated on or before March 31, 1987. Extra billing was eliminated pursuant to section 5.2 of the Alberta Health Care Insurance Amendment Act, 1986 which came into force on October 1, 1986 and hospital admission charges were eliminated by regulation on the same date. Any amounts recovered will be accounted for as income of the period in which the recoveries occur.

Note 6 Comparative Figures

The 1985 figures have been restated where necessary to conform to the 1986 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by the Deputy Provincial Treasurer - Management and Control and the Controller.

GENERAL REVENUE FUND
SCHEDULES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1986

Schedule 2.1

CASH AND MARKETABLE SECURITIES

In thousands

	1986		1985	
	Cost	Market Value	Cost	Market Value
Bonds and Debentures:				
Government of Canada, direct and guaranteed	$ —	$ —	$ 29,701	$ 25,345
Province of Alberta, direct and guaranteed	265,062	291,423	289,510	319,395
Other provinces, direct and guaranteed	34,844	34,188	72,254	60,268
Board of Governors of the University of Alberta	5,047	5,070	5,097	4,879
Municipal	2,689	2,253	3,005	2,093
School districts and divisions	388	360	713	624
Corporate	7,371	7,273	5,689	4,529
	315,401	340,567	405,969	417,133
Shares	5,169	5,166	327	87
Mortgages	9,183	10,112	10,966	10,707
Long-term promissory notes	7,131	7,127	16,176	15,164
	336,884	362,972	433,438	443,091
Short-term money market securities (a):				
Certificates of deposit	25,000	25,000	—	—
Bearer deposit notes	—	—	121,351	121,351
Bankers' acceptances	—	—	120,199	120,199
Call loans	—	—	80,000	80,000
Promissory notes	—	—	89,337	89,337
Treasury bills	—	—	61,872	61,872
	25,000	25,000	472,759	472,759
Cash:				
Cash in bank and in transit	(114,371)	(114,371)	14,178	14,178
Deposits in Consolidated Cash Investment Trust Fund	293,591	293,591	155,679	155,679
	179,220	179,220	169,857	169,857
	$ 541,104	$ 567,192	$1,076,054	$1,085,707

(a) The market value of short-term money market securities is estimated to approximate cost.

Schedule 2.2

ACCOUNTS RECEIVABLE

In thousands

	1986	1985
Government of Canada	$ 49,626	$105,555
Miscellaneous departmental accounts	607,034	874,592
Revolving fund accounts	58,205	54,633
Less: Intragovernmental accounts	(38,298)	(39,715)
Alberta Mortgage and Housing Corporation	35,570	27,377
Accrued interest receivable	28,349	38,250
	740,486	1,060,692
Less: Allowance for doubtful accounts	49,000	81,012
	$691,486	$979,680

Schedule 2.3

LONG-TERM INVESTMENTS

	In thousands	
	1986	1985
Sturdi-Wood Inc. Class B preferred shares	$ 4,600	$ —
Global Thermoelectric Power Systems Ltd. preferred shares	3,808	2,934
Chembiomed Ltd. preferred shares	3,369	3,369
General Systems Research Ltd. non-interest bearing participating debenture	2,500	2,500
Native Venture Capital Co. Ltd.		
Class A common shares	10	10
Class B common shares	10	10
Class A preferred shares	1,980	1,980
Myrias Research Corporation preferred shares	1,578	—
Pacific Western Airlines Corporation common shares	1,444	1,444
Norstar Instruments Ltd. series A preferred shares	600	—
Alberta Municipal Financing Corporation Class A shares	45	45
Ridley Grain Ltd. non-interest bearing participating series A debenture	—	125,170
Total at cost	19,944	137,462
Alberta Intermodal Services Ltd. common shares (a)	20,378	—
Alberta Terminals Ltd. common shares (b)	19,709	18,790
Total at equity	40,087	18,790
	$ 60,031	$156,252

(a) The investment in Alberta Intermodal Services Ltd., representing 100% of the outstanding voting shares, is valued at equity, being cost adjusted for post acquisition operating results. Equity at March 31, 1986 represents cost $20,000,000 plus retained earnings at December 31, 1985 of $378,000.

(b) The investment in Alberta Terminals Ltd., representing 100% of the outstanding voting shares, is valued at equity, being cost adjusted for post acquisition operating results. Equity at March 31, 1986 represents cost $17,528,000 (1985 - $17,528,000) plus retained earnings at July 31, 1985 of $2,181,000 (1984 - $1,262,000).

Schedule 2.4

LOANS AND ADVANCES TO GOVERNMENT ENTERPRISES

	In thousands	
	1986	1985
Loan Funds:		
Rural Electrification Revolving Fund	$ 53,431	$ 47,935
Students Loan Fund	261	289
Homestead Lease Loan Fund	8	8
	53,700	48,232
Other Regulated Funds and Agencies:		
Alberta Mortgage and Housing Corporation	290,833	311,500
Alberta Hail and Crop Insurance Corporation	164,657	3,753
Alberta Petroleum Marketing Commission	10,000	10,000
Alberta Resources Railway Corporation	8,794	9,429
Motion Picture Development Fund	3,000	3,000
Public Trustee	24	24
Alberta Opportunity Company	—	312
Alberta General Insurance Company	—	110
	477,308	338,128
	531,008	386,360
Less: Allowance for doubtful loans and advances	28,692	9,102
	$502,316	$377,258

Schedule 2.5

LOANS AND ADVANCES - OTHER

	In thousands 1986	1985
Credit Union Stabilization Corporation	$93,107	$ —
Accountable advances	19,799	15,205
Advances under the Municipal Land Loans Act - cities	14,523	15,881
Chembiomed Ltd.	5,205	3,705
Airport terminal costs recoverable from the Government of Canada	3,667	3,753
Global Thermoelectric Power Systems Ltd.	3,425	3,129
Canadian Co-operative Implements Limited	3,150	1,575
University of Alberta Students' Union	2,361	2,471
University of Calgary Students' Union	1,312	1,368
Judgement debts	939	1,268
Alberta Stock Exchange	574	—
Alberta Union of Rural Electrification Associations Co-operative Ltd.	100	—
Advances under the Cemeteries Act	85	85
Guarantees Implemented:		
Rural gas co-operatives	1,129	1,261
Export program	964	—
Feeder associations	772	848
Agricultural Societies Act	212	242
Agricultural development loans	77	296
Cow-calf producers' advances	56	78
Alberta livestock loans	35	28
Co-operative marketing associations	19	138
Saddle Lake development loans	—	106
Interim assistance loans	—	1
Foothills Provincial General Hospital	—	1,500
Myrias Research Corporation	—	1,250
University of Alberta Hospital	—	900
Advances under water transmission pipeline agreements	—	818
Provincial Cancer Hospitals	—	451
Glenrose Rehabilitation Hospital	—	350
Miscellaneous	3	3
	151,514	56,710
Less: Allowance for doubtful loans and advances	52,600	11,184
	$98,914	$45,526

Schedule 2.6

ACCOUNTS AND LOANS PAYABLE

	In thousands 1986	1985
Departmental accounts payable general	$523,885	$435,482
Less: Intragovernmental accounts	(38,298)	(39,715)
Revolving fund accounts payable	34,972	31,673
Alberta Petroleum Incentives Program Fund	255,031	266,940
Revenues refundable:		
Exploratory drilling incentive and geophysical incentive credits	22,722	100,874
Utility companies income tax rebates	16,934	16,727
Other	12,005	10,109
Government of Canada:		
Adjustment of income tax transfer payments	63,790	52,750
Lesser Slave Lake project loans	3,255	3,441
Excess hospital insurance payments	—	561
Excess post-secondary education advances	—	356
Pension Fund	8,820	10,524
Accrued interest on unmatured debt	7,222	7,845
Alberta Heritage Savings Trust Fund	5,295	18,848
Alberta Mortgage and Housing Corporation	4,731	4,850
Other loans	167	204
Unclaimed dividends	192	193
	$920,723	$921,662

GENERAL REVENUE FUND

Schedule 2.7

UNEARNED REVENUE AND SUSPENSE

	In thousands 1986	In thousands 1985
Unearned Revenue:		
Cash on hand or in transit in respect of revenue of the next fiscal year	$41,165	$46,767
Suspense:		
Cash on hand or in transit which will be disbursed to other funds, refunded or credited to revenue of the next fiscal year	685	2,471
	$41,850	$49,238

Schedule 2.8

UNMATURED DEBT

Date of Issue	Date of Maturity	Interest Rate	Currency	Principal Outstanding	In thousands Deduct Sinking Fund Assets (Schedule 2.9)	Net Unmatured Debt 1986	Net Unmatured Debt 1985
Debentures (a):							
Canada Pension Plan Investment Fund (b)							
Jul. 4, 1972	Jul. 4, 1992	7.45%	C.	$ 9,107	$ 4,978	$ 4,129	$ 4,849
Aug. 1, 1972	Aug. 1, 1992	7.49	C.	7,520	4,088	3,432	4,034
Sep. 1, 1972	Sep. 1, 1992	7.50	C.	8,402	4,545	3,857	4,525
Oct. 2, 1972	Oct. 2, 1992	7.49	C.	5,724	3,078	2,646	3,101
Nov. 1, 1972	Nov. 1, 1992	7.51	C.	5,947	3,174	2,773	3,242
Dec. 1, 1972	Dec. 1, 1992	7.38	C.	5,484	2,910	2,574	3,005
Other							
Dec. 2, 1968	Dec. 2, 1988	7½	C.	12,500(c)	10,705	1,795	3,117
Apr. 15, 1970	Apr. 15, 1990	8⅞	C.	3,000	1,900	1,100	1,354
Nov. 16, 1970	Nov. 16, 1990	8¾	C.	35,000	21,401	13,599	16,570
Jun. 15, 1971	Jun. 15, 1991	8⅛	C.	25,000	14,705	10,295	12,371
Oct. 15, 1971	Oct. 15, 1991	7⅞	C.	50,000	28,748	21,252	25,348
Mar. 31, 1972	Mar. 31, 1992	6.9	C.	4,000(d)	2,224	1,776	2,097
Dec. 1, 1967	Dec. 1, 1992	7.0	C.	20,000(c)	18,119	1,881	4,072
Mar. 1, 1969	Mar. 1, 1994	7½	U.S.	41,919(e)	28,483	13,436	16,851
				$233,603	$149,058	84,545	104,536
Promissory notes						40,000	60,000
Treasury bills						—	420,000
Less: Unamortized discount						—	5,027
						—	414,973
Less: Investment in own Treasury bills						—	180,573
						—	234,400
						$124,545	$398,936

(a) All debentures are callable.

(b) Debentures held by the Canada Pension Plan Investment Fund are redeemable at the option of the Minister of Finance of Canada by giving six months notice in writing to the Provincial Treasurer and observing the other redemption provisions of the debentures.

(c) Alberta Universities Commission debentures.

(d) Federal-Provincial Special Development Loans Program debentures.

(e) Includes provision for exchange at year end on debenture payable in United States funds (U.S. $30,000,000).

Abbreviations: C. - Canada; U.S. - United States of America

Schedule 2.9

PROVINCIAL SINKING FUND

In thousands

	1986	1985
Investment income before the undernoted	$ 16,138	$ 14,747
Amortization of net realized gains and losses on bonds	83	(230)
Investment income, net	16,221	14,517
Contributions received	4,679	4,663
Balance at beginning of year	128,158	108,978
Balance at end of year	$149,058	$128,158
Consisting of:		
Investments:		
Bonds and debentures:		
Province of Alberta, direct	$ 59,719	$ 57,963
Province of Alberta, guaranteed	961	948
Other provinces, direct and guaranteed	3,950	5,878
Government of Canada, direct and guaranteed	20,983	11,061
Government of the United States of America, direct and guaranteed	6,062	3,982
Corporate	2,637	4,052
Bond coupons and residuals:		
Government of Canada, direct and guaranteed	41,511	31,300
Government of the United States of America, direct and guaranteed	1,854	—
Deferred unamortized realized gains and losses	829	1,595
	138,506	116,779
Cash and deposits in the Consolidated Cash Investment Trust Fund	7,510	8,659
Accrued interest receivable	3,042	2,720
	$149,058	$128,1[illegible]

Schedule 2.10

BUDGETARY REVENUE

In thousands

	1986		1985
	Budget	Revenue	Revenue
Taxes:			
Personal income tax	$1,523,000	$1,521,228	$ 1,456,652
Corporate income tax	820,000	711,162	762,099
Freehold mineral rights tax	187,000	188,818	185,527
Tobacco tax	101,000	100,050	100,169
Insurance corporations tax	34,000	35,487	31,413
Pari-mutuel tax	9,000	9,209	9,447
Other taxes	8,000	7,092	7,452
	2,682,000	2,573,046	2,552,759
Non-Renewable Resource Revenue:			
Crude oil royalty	2,691,000	2,533,673	2,916,470
Natural gas and by-products royalty	1,892,000	1,805,935	1,942,413
Synthetic crude oil royalty	149,000	220,868	135,058
Coal royalty	11,000	10,928	8,900
Rentals and fees	99,000	91,184	87,977
Bonuses and sales of Crown leases	660,000	724,418	662,133
Exploratory drilling and geophysical incentive credits	(220,000)	(44,192)	(127,992)
Allocation to Alberta Petroleum Incentives Program Fund	(455,000)	(490,760)	(437,497)
Royalty tax credit	(315,000)	(410,779)	(395,868)
	4,512,000	4,441,275	4,791,594
Allocation to Alberta Heritage Savings Trust Fund (a)	(677,000)	(666,191)	(718,739)
Allocation to Natural Gas Rebates Fund	(133,000)	(131,063)	(130,469)
	3,702,000	3,644,021	3,942,386
Payments from Government of Canada:			
Canada assistance plan	372,000	379,961	341,334
Hospital insurance	344,000	362,374	354,724
Post-secondary education	194,000	206,032	201,264
Extended health care	100,000	98,970	94,361
Training of manpower	45,000	45,198	47,868
Oil export charge	10,000	78,354	194,573
Other	37,000	60,819	45,341
	1,102,000	1,231,708	1,279,465

Schedule 2.10 (cont'd)

In thousands

	1986		1985
	Budget	Revenue	Revenue
Fees, Permits and Licences:			
Motor vehicle licences	$ 79,000	$ 82,325	$ 102,228
Land titles	21,000	20,658	18,836
Timber rentals and fees	15,000	17,038	18,408
Other	63,000	65,555	63,930
	178,000	185,576	203,402
Trading Profits:			
Alberta Liquor Control Board	285,000	314,500	300,000
Other	1,000	9,718	3,570
	286,000	324,218	303,570
Other Revenue:			
Investment income	104,000	119,950	140,981
Refunds of expenditure	55,000	67,513	64,706
Fines and penalties	24,000	18,209	19,548
Sales of assets	4,000	3,410	5,268
Miscellaneous	38,000	38,745	34,917
	225,000	247,827	265,420
Total general revenue	8,175,000	8,206,396	8,547,002
Heritage Fund investment income	1,694,000	1,666,863	1,575,285
Total revenue	$9,869,000	$9,873,259	$10,122,287

(a) The following table shows how the allocation of non-renewable resource revenue to the Alberta Heritage Savings Trust Fund for the fiscal years ended March 31, 1985 and 1986 was calculated. The table includes an analysis of the allocation and a reconciliation to the transfer reported by the Alberta Heritage Savings Trust Fund.

In thousands

	1986	1985
Net non-renewable resource revenue before allocation (i)	$4,441,275	$4,791,594
Allocation - 15% of preceding total (i)	$ 666,191	$ 718,739
Transferred during the year	$ 667,948	$ 702,051
Amount to be transferred (recovered)	(1,757)	16,688
	666,191	718,739
Decrease in amount to be transferred	18,446	17,476
Prior period adjustment of the Alberta Heritage Savings Trust Fund (ii)	—	983
Transfer reported by the Alberta Heritage Savings Trust Fund	$ 684,637	$ 737,198

(i) These amounts are reported on an accrual basis. The transfer made to the Alberta Heritage Savings Trust Fund, pursuant to the Alberta Heritage Savings Trust Fund Act, was on a basis of cash received.

(ii) This adjustment was required pursuant to section 5(6) of the Alberta Heritage Savings Trust Fund Act to make the amount of non-renewable resource revenue in the Alberta Heritage Savings Trust Fund for the year ended March 31, 1984 equal to 15% of the non-renewable resource revenue received in that year.

Schedule 2.11

BUDGETARY EXPENDITURE BY DEPARTMENT

In thousands

	1986			1985
	Original Budget (a)	Total Authorized (b)	Expenditure	Expenditure
Legislative Assembly:				
Support to the Legislative Assembly	$ 12,081	$ 12,166	$ 10,764	$ 10,842
Office of the Auditor General	9,675	9,956	9,677	9,087
Office of the Ombudsman	885	902	770	795
Office of the Chief Electoral Officer	4,310	4,320	3,715	582
	26,951	27,344	24,926	21,306
Departmental:				
Advanced Education	939,369	939,657	915,898	898,320
Agriculture	247,689	480,302	442,303	214,843
Attorney General	134,342	139,634	131,628	122,741
Consumer and Corporate Affairs	24,709	25,100	22,406	22,437
Culture	59,629	60,291	57,980	66,597
Revolving fund	(22)	(22)	2	132
Economic Development	69,190	91,341	79,929	57,447
Education	1,233,180	1,234,584	1,232,257	1,150,967
School Book Branch	92	92	889	(514)
Energy and Natural Resources	108,111	108,913	99,371	67,463
Environment	99,710	122,934	113,612	94,212
Water Resources Revolving Fund	(18)	(18)	160	(318)
Executive Council	86,288	90,133	87,058	92,779
Personnel Administration Revolving Fund	6	6	(67)	39
Federal and Intergovernmental Affairs	6,347	6,615	6,623	6,554
Forestry	161,206	185,085	175,294	177,105
Revolving fund	205	205	804	—
Hospitals and Medical Care	2,338,569	2,358,534	2,303,385	2,095,391
Housing	342,299	342,536	262,798	283,959
Labour	26,608	27,252	25,830	24,749
Manpower	189,823	235,797	204,560	136,984
Municipal Affairs	374,169	374,916	367,678	353,085
Public Works, Supply and Services	552,976	561,584	504,927	439,098
Revolving fund	5,938	5,938	(6,405)	3,218
Recreation and Parks	118,610	119,288	114,160	110,612
Revolving fund	—	—	4	—
Social Services and Community Health	1,282,086	1,305,921	1,288,141	1,144,232
Solicitor General	237,364	241,102	230,471	217,252
Technology, Research and Telecommunications	49,781	56,410	53,980	43,663
Tourism	15,754	17,427	14,937	10,038
Transportation	883,219	889,905	879,597	799,939
Revolving fund	(5,491)	(5,491)	31,151	1,255
Treasury	132,347	189,407	176,198	112,526
Revolving funds and other statutory appropriations	136,612	136,612	47,909	143,250
Utilities	172,770	176,939	158,737	148,027
Gas Alberta Operating Fund	—	—	(728)	268
Salary contingency	—	12,368	—	—
	10,023,467	10,531,297	10,023,477	9,038,350
	$10,050,418	$10,558,641	$10,048,403	$9,059,656
Summary:				
Voted appropriations	$ 9,913,096	$10,421,319	$ 9,974,684	$8,912,326
Statutory appropriations	137,322	137,322	73,719	147,330
	$10,050,418	$10,558,641	$10,048,403	$9,059,656

(a) Reduced by $100,000 voted for investment purposes.

(b) Reduced by $285,275,000 authorized for non-budgetary purposes.

Schedule 2.12

OPERATING AND CAPITAL EXPENDITURE

In thousands

	Expenditure			
	Operating	Capital	Grants for Capital Purposes	Total
Legislative Assembly:				
Support to the Legislative Assembly	$ 10,705	$ 59	$ —	$ 10,764
Office of the Auditor General	9,502	175	—	9,677
Office of the Ombudsman	768	2	—	770
Office of the Chief Electoral Officer	3,711	4	—	3,715
	24,686	24	—	24,926
Departments:				
Advanced Education:				
Departmental support services	7,303	110	—	7,413
Assistance to higher and further educational institutions	698,488	1,647	122,238	822,373
Financial assistance to students	85,963	149	—	86,112
	791,754	1,906	122,238	915,898
Agriculture:				
Departmental support services	14,563	637	—	15,200
Production assistance	204,826	716	1,015	206,557
Marketing assistance	16,043	1,846	5,549	23,438
Field services	29,465	505	1,613	31,583
Research and resource development	12,355	143	—	12,498
Hail and crop insurance assistance	52,919	161,600	—	214,519
Agricultural development lending assistance	101,683	—	—	101,683
Less: capitalized as a voted non-budgetary disbursement	—	(163,175)	—	(163,175)
	431,854	2,272	8,177	442,303
Attorney General:				
Departmental support services	6,745	205	—	6,950
Court services	56,355	1,471	—	57,826
Legal services	27,429	363	—	27,792
Support for legal aid	10,998	—	—	10,998
Protection and administration of property rights	19,668	482	—	20,150
Fatality inquiries	3,732	118	—	3,850
Crimes compensation	959	—	—	959
Public utilities regulation	2,597	164	—	2,761
Gaming control and licensing	342	—	—	342
	128,825	2,803	—	131,628
Consumer and Corporate Affairs:				
Departmental support services	9,035	259	—	9,294
Consumer services	645	1	—	646
Business registration and regulation	4,162	20	—	4,182
Regulation of securities markets	2,563	—	—	2,563
Financial assistance to major exhibitions and fairs	2,709	—	3,012	5,721
	19,114	280	3,012	22,406
Culture:				
Voted appropriations:				
Departmental support services	3,222	28	—	3,250
Cultural development	25,504	473	3,028	29,005
Historical resources development	18,927	4,425	560	23,912
Heritage development	1,793	20	—	1,813
	49,446	4,946	3,588	57,980
Statutory appropriations:				
Culture Revolving Fund	—	2	—	2
Department total	49,446	4,948	3,588	57,982

Schedule 2.12 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

In thousands

	Expenditure			
	Operating	Capital	Grants for Capital Purposes	Total
Economic Development:				
Economic development and international trade	$ 27,574	$ 327	$ —	$ 27,901
Financing of economic development projects	3,560	27,846	—	31,406
International assistance	7,280	—	—	7,280
Financial assistance to Alberta business	41,136	52	—	41,188
Less: capitalized as a voted non-budgetary disbursement	—	(27,846)	—	(27,846)
	79,550	379	—	79,929
Education:				
Voted appropriations:				
Departmental support services	19,480	416	—	19,896
Financial assistance to schools	1,119,448	—	62,712	1,182,160
Education program development and delivery	29,645	556	—	30,201
	1,168,573	972	62,712	1,232,257
Statutory appropriations:				
School Book Branch	512	377	—	889
Department total	1,169,085	1,349	62,712	1,233,146
Energy and Natural Resources:				
Departmental support services	13,084	345	—	13,429
Minerals management	66,489	273	—	66,762
Oil sands equity management	1,218	8	—	1,226
Petroleum incentives	7,561	179	—	7,740
Oil sands research fund management	3,447	16	—	3,463
Petroleum marketing and market research	6,751	—	—	6,751
	98,550	821	—	99,371
Environment:				
Voted appropriations:				
Departmental support services	5,520	232	—	5,752
Pollution prevention and control	15,586	876	2,172	18,634
Land conservation	4,762	69	—	4,831
Water resources management	22,252	29,244	8,999	60,495
Environmental research	3,047	10	—	3,057
Interdisciplinary environmental research and services	10,068	1,454	—	11,522
Special waste management	2,180	—	7,265	9,445
Overview and coordination of environmental conservation	1,175	—	—	1,175
Less: capitalized as a voted non-budgetary disbursement	—	(1,299)	—	(1,299)
	64,590	30,586	18,436	113,612
Statutory appropriations:				
Water Resources Revolving Fund	(415)	575	—	160
Department total	64,175	31,161	18,436	113,772
Executive Council:				
Voted appropriations:				
Executive council administration	3,124	41	—	3,165
Occupational health and safety	11,849	294	—	12,143
Workers' compensation	16,153	—	—	16,153
Native affairs support and coordination	4,357	37	—	4,394
Personnel administration	11,002	50	—	11,052
Energy resources conservation	20,965	—	—	20,965
Policy review and coordination of women's issues	380	30	—	410
Disaster services and dangerous goods control	3,941	290	—	4,231
Public service employee relations	355	—	—	355
Northern development	1,595	31	—	1,626
Public affairs	11,689	72	—	11,761
Water resources advisory	235	—	—	235
Designation, regulation and licensure of professions and occupations	564	4	—	568
	86,209	849	—	87,058
Statutory appropriations:				
Personnel Administration Revolving Fund	(73)	6	—	568
Department total	86,136	855	—	86,991

GENERAL REVENUE FUND

Schedule 2.12 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

In thousands

	Expenditure			
	Operating	Capital	Grants for Capital Purposes	Total
Federal and Intergovernmental Affairs:				
Intergovernmental coordination and research	$ 6,598	$ 25	$ —	$ 6,623
Forestry:				
Voted appropriations:				
Departmental support services	13,239	627	—	13,866
Resource evaluation and planning	11,207	285	—	11,492
Forest resources management	90,020	3,619	—	93,639
Public lands management	13,118	5,852	—	18,970
Fish and wildlife conservation	25,977	897	—	26,874
Foreign ownership of land administration	319	23	—	342
Surveying and mapping services	9,423	688	—	10,111
	163,303	11,991	—	175,294
Statutory appropriations:				
Forestry Revolving Fund	664	140	—	804
Department total	163,967	12,131	—	176,098
Hospitals and Medical Care:				
Departmental support services	39,388	417	—	39,805
Health care insurance	425,969	—	—	425,969
Financial assistance for active care	1,293,509	—	26,181	1,319,690
Financial assistance for long term chronic care	175,185	—	912	176,097
Financial assistance for supervised personal care	110,913	—	136	111,049
Financial assistance for capital construction	—	70,579	169,965	240,544
Less: capitalized as a voted non-budgetary disbursement	—	—	(9,769)	(9,769)
	2,044,964	70,996	187,425	2,303,385
Housing:				
Departmental support services	1,854	27	—	1,881
Policy development and financial assistance for housing	46,661	3,125	—	49,786
Alberta Heritage Fund mortgage interest reduction program	4,345	5	—	4,350
Housing and mortgage assistance for Albertans	199,225	—	7,556	206,781
	252,085	3,157	7,556	262,798
Labour:				
Departmental support services	3,128	36	—	3,164
Labour relations	4,789	9	—	4,798
General safety services	15,527	149	—	15,676
Industrial relations adjudication and regulation	1,151	16	—	1,167
Individual's rights protection	1,007	18	—	1,025
	25,602	228	—	25,830
Manpower:				
Departmental support services	5,205	95	—	5,300
Manpower development and training assistance	57,850	266	—	58,116
Special employment programs	141,028	116	—	141,144
	204,083	477	—	204,560

Schedule 2.12 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

In thousands

	Expenditure			
	Operating	Capital	Grants for Capital Purposes	Total
Municipal Affairs:				
Departmental support services	$ 6,025	$ 528	$ —	$ 6,553
Financial support for municipal programs	224,027	—	—	224,027
Alberta property tax reduction plan - rebates to individuals	105,448	1	—	105,449
Support to community planning services	9,290	—	—	9,290
Administrative and technical support to municipalities	20,431	363	—	20,794
Regulatory boards	1,552	13	—	1,565
	366,773	905	—	367,678
Public Works, Supply and Services:				
Voted appropriations:				
Departmental support services	7,113	169	—	7,282
Information and telecommunication services	43,346	4,462	—	47,808
Management of properties	235,641	4,366	—	240,007
Planning and implementation of construction projects	—	184,325	—	184,325
Central services and acquisition of supplies	14,091	283	—	14,374
Land assembly	—	11,131	—	11,131
	300,191	204,736	—	504,927
Statutory appropriations:				
Public Works, Supply and Services Revolving Fund	(19,980)	13,575	—	(6,405)
Department total	280,211	218,311	—	498,522
Recreation and Parks:				
Voted appropriations:				
Departmental support services	3,463	28	—	3,491
Recreation development	32,259	31	33,232	65,522
Provincial parks	21,568	11,357	—	32,925
Support to the XV Olympic Winter Games - 1988	35	562	1,850	2,447
Kananaskis Country management	9,524	251	—	9,775
	66,849	12,229	35,082	114,160
Statutory appropriations:				
Recreation and Parks Revolving Fund	4	—	—	4
Department total	66,853	12,229	35,082	114,164
Social Services and Community Health:				
Departmental support services	57,721	777	—	58,498
Social allowance	458,869	—	—	458,869
Child welfare services	120,832	278	—	121,110
Specialized social services	15,968	54	—	16,022
Benefits and income support	203,253	—	—	203,253
Vocational rehabilitation services	19,645	23	125	19,793
Services for the handicapped	115,374	414	22	115,810
Treatment of mental illness	44,819	382	10	45,211
General health services	60,174	179	—	60,353
Community social and health services	162,479	121	400	163,000
Alcoholism and drug abuse — treatment, prevention and education	26,083	139	—	26,222
	1,285,217	2,367	557	1,288,141
Solicitor General:				
Departmental support services	7,796	32	—	7,828
Correctional services	102,008	1,059	—	103,067
Law enforcement	89,535	125	129	89,789
Motor vehicle registration and driver licensing	25,654	311	—	25,965
Control and development of horse racing	3,822	—	—	3,822
	228,815	1,527	129	230,471
Technology, Research and Telecommunications:				
Development of science and technology	2,222	3	—	2,225
Financing of high technology projects	9,247	850	—	10,097
Natural sciences and engineering research	26,209	—	—	26,209
Multi-media education services	14,840	—	1,459	16,299
Less: capitalized as a voted non-budgetary disbursement	—	(850)	—	(850)
	52,518	3	1,459	53,980

Schedule 2.12 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

In thousands

	Expenditure			
	Operating	Capital	Grants for Capital Purposes	Total
Tourism:				
Departmental support services	$ 1,231	$ 7	$ —	$ 1,238
Development of tourism	13,584	115	—	13,699
	14,815	122	—	14,937
Transportation:				
Voted appropriations:				
Departmental support services	13,529	1,903	—	15,432
Construction and maintenance of highways	127,206	511,593	41,134	679,933
Construction and operation of rail systems	9,532	113	—	9,645
Construction and maintenance of airport facilities	2,381	7,258	363	10,002
Specialized transportation services	15,046	84	—	15,130
Urban transportation financial assistance	22,204	41	127,210	149,455
	189,898	520,992	168,707	879,597
Statutory appropriations:				
Transportation Revolving Fund	22,578	8,573	—	31,151
Department total	212,476	529,565	168,707	910,748
Treasury:				
Voted appropriations:				
Departmental support services	2,760	21	—	2,781
Statistical services	2,337	18	—	2,355
Revenue collection and rebates	133,892	339	—	134,231
Financial management, planning and central services	36,387	444	—	36,831
Financial support - Canadian Commercial Bank	—	78,000	—	78,000
Less: capitalized as a voted non-budgetary disbursement	—	(78,000)	—	(78,000)
	175,376	822	—	176,198
Statutory appropriations:				
Treasury Revolving Fund	(4)	9	—	5
Land Purchase Fund	(1,477)	9,711	—	8,234
Debt servicing costs	35,782	—	—	35,782
Corporate tax interest refunds	3,888	—	—	3,888
	38,189	9,720	—	47,909
Department total	213,565	10,542	—	224,107
Utilities:				
Voted appropriations:				
Departmental support services	2,132	29	—	2,161
Gas utility development	4,005	466	17,743	22,214
Natural gas price protection for Albertans	13,061	4	—	13,065
Electric utility development	951	1,204	359	2,514
Financial assistance for water and sewer projects	—	20,853	48,169	69,022
Electric energy marketing	49,861	—	—	49,861
Less: capitalized as a voted non-budgetary disbursement	—	(100)	—	(100)
	70,010	22,456	66,271	158,737
Statutory appropriations:				
Gas Alberta Operating Fund	(728)	—	—	(728)
Department total	69,282	22,456	66,271	158,009
	$8,430,999	$ 932,055	$ 685,349	$10,048,403
Summary:				
Voted appropriations	$8,390,248	$ 899,087	$ 685,349	$ 9,974,684
Statutory appropriations	40,751	32,968	—	73,719
	$8,430,999	$ 932,055	$ 685,349	$10,048,403

Schedule 2.13

EXPENDITURE BY PROGRAM AND OBJECT

In thousands

	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other	Total 1986	Total 1985
Legislative Assembly:							
Support to the Legislative Assembly	$ 3,184	$ 4,197	$ 13	$ 59	$ 3,311	$ 10,764	$ 10,842
Office of the Auditor General	7,127	2,317	58	175	—	9,677	9,087
Office of the Ombudsman	624	144	—	2	—	770	795
Office of the Chief Electoral Officer	332	3,379	—	4	—	3,715	582
	11,267	10,037	71	240	3,311	24,926	21,306
Departments:							
Advanced Education:							
Departmental support services	5,999	1,263	—	110	41	7,413	6,906
Assistance to higher and further educational institutions	27,569	5,495	787,662	1,647	—	822,373	812,888
Financial assistance to students	3,065	1,311	77,122	149	4,465	86,112	78,526
	36,633	8,069	864,784	1,906	4,506	915,898	898,320
Agriculture:							
Departmental support services	8,409	6,083	23	637	48	15,200	14,376
Production assistance	21,123	7,181	177,537	716	—	206,557	53,507
Marketing assistance	4,344	2,474	14,774	271	1,575	23,438	14,345
Field services	16,463	6,089	8,526	505	—	31,583	29,314
Research and resource development	6,604	1,728	4,023	143	—	12,498	11,983
Hail and crop insurance assistance	—	—	52,919	—	161,600	214,519	10,571
Agricultural development lending assistance	—	—	101,683	—	—	101,683	80,747
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(163,175)	(163,175)	—
	56,943	23,555	359,485	2,272	48	442,303	214,843
Attorney General:							
Departmental support services	5,224	1,475	—	205	46	6,950	6,518
Court services	41,161	14,912	282	1,471	—	57,826	54,616
Legal services	18,357	8,678	394	363	—	27,792	23,565
Support for legal aid	—	—	10,998	—	—	10,998	11,168
Protection and administration of property rights	15,542	4,126	—	482	—	20,150	19,585
Fatality inquiries	1,840	1,892	—	118	—	3,850	3,238
Crimes compensation	59	102	798	—	—	959	1,130
Public utilities regulation	2,251	346	—	164	—	2,761	2,590
Gaming control and licensing	228	114	—	—	—	342	331
	84,662	31,645	12,472	2,803	46	131,628	122,741
Consumer and Corporate Affairs:							
Departmental support services	6,866	2,077	51	259	41	9,294	8,961
Consumer services	353	292	—	1	—	646	587
Business registration and regulation	3,235	927	—	20	—	4,182	4,212
Regulation of securities markets	1,966	597	—	—	—	2,563	2,560
Financial assistance to major exhibitions and fairs	—	—	5,721	—	—	5,721	6,117
	12,420	3,893	5,772	280	41	22,406	22,437
Culture:							
Voted appropriations:							
Departmental support services	2,263	918	—	28	41	3,250	3,151
Cultural development	4,027	1,977	22,528	473	—	29,005	37,455
Historical resources development	10,393	8,805	3,917	796	1	23,912	23,970
Heritage development	506	434	853	20	—	1,813	1,306
75th anniversary celebrations	—	—	—	—	—	—	715
	17,189	12,134	27,298	1,317	42	57,980	66,597
Statutory appropriations:							
Culture Revolving Fund	—	2	—	2	(2)	2	132
Department total	17,189	12,136	27,298	1,319	40	57,982	66,729
Economic Development:							
Economic development and international trade	10,510	10,720	6,302	327	42	27,901	22,146
Financing of economic development projects	—	102	98	—	31,206	31,406	50,052
International assistance	92	21	7,167	—	—	7,280	10,095
Financial assistance to Alberta business	608	191	40,337	52	—	41,188	21,782
Alberta Heritage Fund small business and farm interest shielding program	—	—	—	—	—	—	3,424
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(27,846)	(27,846)	(50,052)
	11,210	11,034	53,904	379	3,402	79,929	57,447
Education:							
Voted appropriations:							
Departmental support services	10,903	8,004	511	416	62	19,896	19,228
Financial assistance to schools	—	—	1,182,160	—	—	1,182,160	1,103,515
Education program development and delivery	19,395	10,090	160	556	—	30,201	28,224
	30,298	18,094	1,182,831	972	62	1,232,257	1,150,967
Statutory appropriations:							
School Book Branch	—	383	—	377	129	889	(514)
Department total	30,298	18,477	1,182,831	1,349	191	1,233,146	1,150,453

Schedule 2.13 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

In thousands

	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other	Total 1986	Total 1985
Energy and Natural Resources:							
Departmental support services	$ 5,326	$ 3,918	$ 3,831	$ 297	$ 57	$ 13,429	$ 19,069
Minerals management	9,160	4,935	52,394	273	—	66,762	29,341
Oil sands equity management	493	710	—	8	15	1,226	974
Petroleum incentives	4,754	2,807	—	179	—	7,740	8,100
Oil sands research fund management	2,281	1,152	4	16	10	3,463	3,273
Petroleum marketing and market research	—	—	6,751	—	—	6,751	6,706
	22,014	13,522	62,980	773	82	99,371	67,463
Environment:							
Voted appropriations:							
Departmental support services	3,642	1,819	18	232	41	5,752	5,174
Pollution prevention and control	8,975	5,721	3,062	876	—	18,634	15,956
Land conservation	3,536	1,226	—	69	—	4,831	5,976
Water resources management	21,114	29,824	9,080	477	—	60,495	49,356
Environmental research	931	1,776	340	10	—	3,057	2,922
Interdisciplinary environmental research and services	7,366	2,699	3	1,454	—	11,522	10,856
Special waste management	—	—	9,445	—	—	9,445	3,885
Overview and coordination of environmental conservation	758	—	417	—	—	1,175	1,006
Less: capitalized as a voted non-budgetary disbursement	—	(1,299)	—	—	—	(1,299)	(919)
	46,322	41,766	22,365	3,118	41	113,612	94,212
Statutory appropriations:							
Water Resources Revolving Fund	—	8	—	575	(423)	160	(318)
Department total	46,322	41,774	22,365	3,693	(382)	113,772	93,894
Executive Council:							
Voted appropriations:							
Executive council administration	1,985	1,079	—	41	60	3,165	2,887
Occupational health and safety	9,428	2,357	22	294	42	12,143	12,147
Workers' compensation	—	1	16,152	—	—	16,153	14,470
Native affairs support and coordination	987	737	2,592	37	41	4,394	4,555
Personnel administration	7,145	3,816	—	50	41	11,052	18,544
Energy resources conservation	—	—	20,965	—	—	20,965	22,000
Policy review and coordination of women's issues	216	125	39	30	—	410	233
Disaster services and dangerous goods control	2,808	721	412	290	—	4,231	5,527
Public service employee relations	181	174	—	—	—	355	430
Northern development	650	849	83	31	13	1,626	1,341
Public affairs	7,078	4,443	139	72	29	11,761	9,997
Water resources advisory	140	72	—	—	23	235	198
Designation, regulation and licensure of professions and occupations	279	285	—	4	—	568	450
	30,897	14,659	40,404	849	249	87,058	92,779
Statutory appropriations:							
Personnel Administration Revolving Fund	—	31	—	6	(104)	(67)	39
Department total	30,897	14,690	40,404	855	145	86,991	92,818
Federal and Intergovernmental Affairs:							
Intergovernmental coordination and research	3,839	2,263	444	25	52	6,623	6,554
Forestry:							
Voted appropriations:							
Departmental support services	8,146	4,899	153	627	41	13,866	14,548
Resource evaluation and planning	5,310	5,823	74	285	—	11,492	12,126
Forest resources management	45,717	45,194	868	1,860	—	93,639	92,674
Public lands management	10,817	8,075	—	78	—	18,970	17,586
Fish and wildlife conservation	15,059	9,404	1,911	500	—	26,874	30,016
Foreign ownership of land administration	278	41	—	23	—	342	312
Surveying and mapping services	5,788	3,635	—	688	—	10,111	9,843
	91,115	77,071	3,006	4,061	41	175,294	177,105
Statutory appropriations:							
Forestry Revolving Fund	—	565	—	140	99	804	—
Department total	91,115	77,636	3,006	4,201	140	176,098	177,105
Hospitals and Medical Care:							
Departmental support services	25,864	13,414	56	417	54	39,805	36,871
Health care insurance	—	—	425,969	—	—	425,969	353,812
Financial assistance for active care	—	—	1,319,690	—	—	1,319,690	1,237,746
Financial assistance for long term chronic care	—	—	176,097	—	—	176,097	164,953
Financial assistance for supervised personal care	—	—	111,049	—	—	111,049	104,651
Financial assistance for capital construction	—	66,428	169,965	4,151	—	240,544	197,358
Less: capitalized as a voted non-budgetary disbursement	—	—	(9,769)	—	—	(9,769)	—
	25,864	79,842	2,193,057	4,568	54	2,303,385	2,095,391

Schedule 2.13 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

In thousands

	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other	Total 1986	Total 1985
Housing:							
Departmental support services	$ 1,398	$ 415	$ —	$ 27	$ 41	$ 1,881	$ 1,634
Policy development and financial assistance for housing	5,332	5,358	30,560	3,125	5,411	49,786	59,429
Alberta Heritage Fund mortgage interest reduction program	1,236	912	2,197	5	—	4,350	36,929
Housing and mortgage assistance for Albertans	—	—	206,781	—	—	206,781	185,967
	7,966	6,685	239,538	3,157	5,452	262,798	283,959
Labour:							
Departmental support services	2,360	717	10	36	41	3,164	2,904
Labour relations	4,345	436	8	9	—	4,798	4,684
General safety services	12,871	2,653	3	149	—	15,676	15,193
Industrial relations adjudication and regulation	834	317	—	16	—	1,167	1,006
Individual's rights protection	768	239	—	18	—	1,025	962
	21,178	4,362	21	228	41	25,830	24,749
Manpower:							
Departmental support services	3,383	1,781	—	95	41	5,300	4,630
Manpower development and training assistance	21,873	15,564	20,413	266	—	58,116	47,746
Special employment programs	19,146	2,000	119,882	116	—	141,144	84,608
	44,402	19,345	140,295	477	41	204,560	136,984
Municipal Affairs:							
Departmental support services	3,494	2,328	162	528	41	6,553	6,735
Financial support for municipal programs	—	—	224,027	—	—	224,027	213,082
Alberta property tax reduction plan - rebates to individuals	438	907	104,103	1	—	105,449	97,655
Support to community planning services	2,896	462	5,932	—	—	9,290	10,394
Administrative and technical support to municipalities	15,739	3,122	1,915	18	—	20,794	23,668
Regulatory boards	1,103	449	—	13	—	1,565	1,551
	23,670	7,268	336,139	560	41	367,678	353,085
Public Works, Supply and Services:							
Voted appropriations:							
Departmental support services	5,311	1,761	—	169	41	7,282	6,316
Information and telecommunication services	2,173	41,173	—	4,462	—	47,808	38,824
Management of properties	54,047	152,990	28,604	4,366	—	240,007	223,427
Planning and implementation of construction projects	10,016	150,972	—	23,336	1	184,325	156,783
Central services and acquisition of supplies	6,577	7,514	—	283	—	14,374	10,377
Land assembly	780	500	—	9,851	—	11,131	7,016
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	—	—	(3,645)
	78,904	354,910	28,604	42,467	42	504,927	439,098
Statutory appropriations:							
Public Works, Supply and Services Revolving Fund	—	(281)	—	13,575	(19,699)	(6,405)	3,218
Department total	78,904	354,629	28,604	56,042	(19,657)	498,522	442,316
Recreation and Parks:							
Voted appropriations							
Departmental support services	2,699	703	20	28	41	3,491	3,346
Recreation development	4,844	1,909	58,738	31	—	65,522	55,702
Provincial parks	18,176	14,403	—	346	—	32,925	34,037
Support to the XV Olympic Winter Games — 1988	92	466	1,850	39	—	2,447	8,379
Kananaskis Country management	5,763	3,761	—	251	—	9,775	9,148
	31,574	21,242	60,608	695	41	114,160	110,612
Statutory appropriations:							
Recreation and Parks Revolving Fund	—	12	—	—	(8)	4	—
Department total	31,574	21,254	60,608	695	33	114,164	110,612
Social Services and Community Health:							
Departmental support services	39,961	17,450	269	777	41	58,498	54,924
Social allowance	18,528	2,017	438,324	—	—	458,869	389,894
Child welfare services	36,899	80,967	2,966	278	—	121,110	111,415
Specialized social services	9,120	2,768	4,080	54	—	16,022	14,658
Benefits and income support	1,979	165	201,109	—	—	203,253	180,345
Vocational rehabilitation services	2,964	276	16,530	23	—	19,793	19,882
Services for the handicapped	65,902	16,466	33,028	414	—	115,810	107,758
Treatment of mental illness	28,814	8,308	7,707	382	—	45,211	41,349
General health services	6,111	6,135	47,928	179	—	60,353	51,029
Community social and health services	2,696	2,331	157,833	121	19	163,000	147,838
Alcoholism and drug abuse — treatment, prevention and education	12,749	6,648	6,671	139	15	26,222	25,140
	225,723	143,531	916,445	2,367	75	1,288,141	1,144,232

Schedule 2.13 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

In thousands

	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other	Total 1986	Total 1985
Solicitor General:							
Departmental support services	$ 5,681	$ 2,074	$ —	$ 32	$ 41	$ 7,828	$ 7,102
Correctional services	73,243	28,774	6	1,044	—	103,067	88,748
Law enforcement	3,737	53,873	32,054	125	—	89,789	85,859
Motor vehicle registration and driver licensing	11,474	14,180	—	311	—	25,965	31,200
Control and development of horse racing	—	—	3,822	—	—	3,822	4,343
	94,135	98,901	35,882	1,512	41	230,471	217,252
Technology, Research and Telecommunications:							
Development of science and technology	897	1,224	60	3	41	2,225	1,605
Financing of high technology projects	—	—	9,247	—	850	10,097	5,731
Natural sciences and engineering research	—	—	26,209	—	—	26,209	22,924
Multi-media education services	—	—	16,299	—	—	16,299	16,153
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(850)	(850)	(2,750)
	897	1,224	51,815	3	41	53,980	43,663
Tourism:							
Departmental support services	977	213	—	7	41	1,238	1,206
Development of tourism	3,475	9,190	919	115	—	13,699	8,832
	4,452	9,403	919	122	41	14,937	10,038
Transportation:							
Voted appropriations:							
Departmental support services	7,214	6,239	35	1,903	41	15,432	14,081
Construction and maintenance of highways	108,669	523,322	41,266	6,676	—	679,933	601,793
Construction and operation of rail systems	—	—	9,645	—	—	9,645	9,645
Construction and maintenance of airport facilities	1,736	5,773	363	2,130	—	10,002	10,782
Specialized transportation services	11,749	3,157	140	84	—	15,130	10,578
Urban transportation financial assistance	476	107	148,872	—	—	149,455	153,060
	129,844	538,598	200,321	10,793	41	879,597	799,939
Statutory appropriations:							
Transportation Revolving Fund	—	24,004	—	8,573	(1,426)	31,151	1,255
Department total	129,844	562,602	200,321	19,366	(1,385)	910,748	801,194
Treasury:							
Voted appropriations:							
Departmental support services	2,212	490	17	21	41	2,781	2,673
Statistical services	1,743	594	—	18	—	2,355	2,291
Revenue collection and rebates	8,878	6,636	118,352	339	26	134,231	75,078
Financial management, planning and central services	17,005	19,196	—	444	186	36,831	32,484
Financial support - Canadian Commercial Bank	—	—	—	—	78,000	78,000	—
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(78,000)	(78,000)	—
	29,838	26,916	118,369	822	253	176,198	112,526
Statutory appropriations:							
Treasury Revolving Fund	—	—	—	9	(4)	5	63
Land Purchase Fund	—	—	—	9,711	(1,477)	8,234	34,034
Retirement Annuities Act	—	—	—	—	—	—	7
Debt servicing costs	—	—	—	—	35,782	35,782	104,567
Corporate tax interest refunds	—	—	—	—	3,888	3,888	4,579
	—	—	—	9,720	38,189	47,909	143,250
Department total	29,838	26,916	118,369	10,542	38,442	224,107	255,776
Utilities:							
Voted appropriations:							
Departmental support services	1,328	763	—	29	41	2,161	1,825
Gas utility development	2,121	1,933	18,155	5	—	22,214	19,087
Natural gas price protection for Albertans	617	259	12,185	4	—	13,065	12,185
Electric utility development	855	1,194	360	5	100	2,514	3,237
Financial assistance for water and sewer projects	617	20,224	48,169	12	—	69,022	74,390
Electric energy marketing	—	—	49,861	—	—	49,861	37,303
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(100)	(100)	—
	5,538	24,373	128,730	55	41	158,737	148,027
Statutory appropriations:							
Gas Alberta Operating Fund	—	—	—	—	(728)	(728)	268
Department total	5,538	24,373	128,730	55	(687)	158,009	148,295
	$1,178,794	$1,629,066	$7,086,559	$ 119,789	$ 34,195	10,048,403	$9,059,656
Summary:							
Voted appropriations	$1,178,794	$1,604,342	$7,086,559	$ 86,821	$ 18,168	$ 9,974,684	$8,912,326
Statutory appropriations	—	24,724	—	32,968	16,027	73,719	147,330
	$1,178,794	$1,629,066	$7,086,559	$ 119,789	$ 34,195	$10,048,403	$9,059,656

Schedule 2.14

DETAILS OF EXPENDITURE BY OBJECT

In thousands

	Legislative Assembly	Advanced Education	Agriculture	Attorney General	Consumer and Corporate Affairs	Culture	Economic Development
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	$ 8,138	$ 19,608	$ 41,948	$ 65,976	$ 10,314	$ 11,432	$ 8,201
Salaries - non-permanent positions	442	8,474	1,354	2,907	229	1,869	747
Wages	241	3,451	7,795	2,455	485	2,164	394
Payments to contract employees	1,211	1,715	336	4,921	127	155	557
Employer contributions	1,114	3,115	5,166	7,970	1,197	1,534	1,083
Allowances and benefits	121	270	344	433	68	35	228
Total salaries, wages and employee benefits	11,267	36,633	56,943	84,662	12,420	17,189	11,210
Supplies and Services:							
Travel expenses	1,237	818	5,897	4,531	371	1,367	2,225
Maintenance in homes	—	—	—	—	—	—	—
Advertising	238	190	462	248	22	243	310
Insurance	1	8	9	8	1	10	1
Freight and postage	216	343	1,153	1,175	295	288	449
Contracts for construction	—	—	—	—	—	—	—
Rentals	650	622	1,681	1,406	215	414	790
Telephone and communications	357	257	815	423	81	158	181
Repairs and maintenance - machinery and equipment	329	312	1,076	1,055	170	198	74
Contract services including professional, technical and labour services	5,982	660	5,787	11,257	1,327	7,023	5,033
Data processing services	249	807	942	6,760	797	263	252
Hosting	22	67	259	63	15	73	574
Other purchased services	23	34	18	29	3	33	45
Materials and supplies	733	3,951	5,456	4,690	596	2,066	1,100
Total supplies and services	10,037	8,069	23,555	31,645	3,893	12,136	11,034
Grants:							
Grants to individuals	—	79,645	175,848	798	—	509	16,202
Grants to businesses	—	—	7,872	—	—	328	19,500
Grants to non-profit organizations	58	12,141	11,231	11,674	5,772	13,021	8,069
Grants to own funds and agencies	—	772,998	159,125	—	—	2,627	10,119
Grants to other levels of government	—	—	5,313	—	—	10,748	14
Other grants	13	—	96	—	—	65	—
Total grants	71	864,784	359,485	12,472	5,772	27,298	53,904
Purchase of Fixed Assets:							
Purchase of real estate	—	—	—	—	—	—	—
Purchase of machinery and equipment	—	258	818	20	—	330	—
Purchase of data processing equipment	186	723	1,175	2,342	146	167	283
Purchase of audio-visual equipment	1	268	33	47	15	273	23
Purchase of reproduction equipment	1	17	33	39	75	7	—
Purchase of office equipment	36	167	96	312	26	28	29
Purchase of furniture	9	437	2	43	18	41	40
Purchase of vehicles	—	30	108	—	—	123	—
Purchase of other assets	7	6	7	—	—	350	4
Total purchase of fixed assets	240	1,906	2,272	2,803	280	1,319	379
Other:							
Payments to Members of the Legislative Assembly and Executive Council	3,311	41	48	41	41	42	42
Pension payments	—	—	—	—	—	—	—
Interest and bank charges	—	223	—	—	—	—	—
Implementation of guarantees	—	4,242	—	—	—	—	—
Long term disability income benefits	—	—	—	—	—	—	—
Write-offs and losses	—	—	—	5	—	—	—
Railway relocation project	—	—	—	—	—	—	3,360
Rural mobile home program	—	—	—	—	—	—	—
Revolving fund losses (profits)	—	—	—	—	—	(2)	—
Miscellaneous	—	—	—	—	—	—	—
Total other	3,311	4,506	48	46	41	40	3,402
	$ 24,926	$ 915,898	$ 442,303	$ 131,628	$ 22,406	$ 57,982	$ 79,929
Summary:							
Voted appropriations	$ 24,926	$ 915,898	$ 442,303	$ 131,628	$ 22,406	$ 57,980	$ 79,929
Statutory appropriations	—	—	—	—	—	2	—
	$ 24,926	$ 915,898	$ 442,303	$ 131,628	$ 22,406	$ 57,982	$ 79,929

GENERAL REVENUE FUND

Schedule 2.14 (cont'd)

DETAILS OF EXPENDITURE BY OBJECT (cont'd)

In thousands

	Education	Energy and Natural Resources	Environment	Executive Council	Federal and Inter-governmental Affairs	Forestry	Hospitals and Medical Care
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	$ 23,072	$ 16,086	$ 35,755	$ 24,133	$ 1,990	$ 58,034	$ 19,730
Salaries - non-permanent positions	2,321	1,174	1,944	1,196	206	3,791	2,234
Wages	1,674	1,557	4,121	1,229	762	20,677	1,098
Payments to contract employees	197	931	34	1,139	256	185	193
Employer contributions	2,931	2,124	4,234	2,950	383	7,200	2,496
Allowances and benefits	103	142	234	250	242	1,228	113
Total salaries, wages and employee benefits	30,298	22,014	46,322	30,897	3,839	91,115	25,864
Supplies and Services:							
Travel expenses	3,017	882	2,539	2,269	745	4,561	557
Maintenance in homes	16	—	—	—	—	—	—
Advertising	192	55	111	1,545	62	807	173
Insurance	3	1	22	202	—	63	—
Freight and postage	693	115	213	385	100	566	2,373
Contracts for construction	—	16	4,316	61	—	5,894	65,560
Rentals	650	763	5,389	887	228	23,451	1,396
Telephone and communications	169	85	384	167	260	2,708	169
Repairs and maintenance - machinery and equipment	256	295	1,180	280	55	6,775	344
Contract services including professional, technical and labour services	9,769	4,776	20,508	4,070	160	15,465	2,234
Data processing services	1,479	5,334	1,469	1,414	6	4,703	5,381
Hosting	80	53	21	337	249	106	30
Other purchased services	113	10	2,575	85	—	585	—
Materials and supplies	2,040	1,137	3,047	2,988	398	11,952	1,625
Total supplies and services	18,477	13,522	41,774	14,690	2,263	77,636	79,842
Grants:							
Grants to individuals	577	520	2,593	38	—	83	—
Grants to businesses	5	52,601	176	—	—	31	—
Grants to non-profit organizations	29,500	2,140	654	2,691	444	545	56
Grants to own funds and agencies	823,817	7,719	9,934	37,120	—	2,347	2,193,001
Grants to other levels of government	328,932	—	9,002	411	—	—	—
Other grants	—	—	6	144	—	—	—
Total grants	1,182,831	62,980	22,365	40,404	444	3,006	2,193,057
Purchase of Fixed Assets:							
Purchase of real estate	—	—	591	—	—	—	893
Purchase of machinery and equipment	385	10	1,653	162	1	624	1,282
Purchase of data processing equipment	698	701	887	524	—	1,969	350
Purchase of audio-visual equipment	88	3	44	64	5	82	7
Purchase of reproduction equipment	55	2	13	1	—	24	3
Purchase of office equipment	113	37	26	32	6	140	40
Purchase of furniture	10	20	17	7	13	36	7
Purchase of vehicles	—	—	7	—	—	1,216	—
Purchase of other assets	—	—	455	65	—	110	1,986
Total purchase of fixed assets	1,349	773	3,693	855	25	4,201	4,568
Other:							
Payments to Members of the Legislative Assembly and Executive Council	62	82	41	249	41	41	54
Pension payments	—	—	—	—	5	—	—
Interest and bank charges	—	—	—	—	6	—	—
Implementation of guarantees	—	—	—	—	—	—	—
Long term disability income benefits	—	—	—	—	—	—	—
Write-offs and losses	—	—	—	—	—	—	—
Railway relocation project	—	—	—	—	—	—	—
Rural mobile home program	—	—	—	—	—	—	—
Revolving fund losses (profits)	129	—	(423)	(104)	—	99	—
Miscellaneous	—	—	—	—	—	—	—
Total other	191	82	(382)	145	52	140	54
	$1,233,146	$ 99,371	$ 113,772	$ 86,991	$ 6,623	$ 176,098	$2,303,385
Summary:							
Voted appropriations	$1,232,257	$ 99,371	$ 113,612	$ 87,058	$ 6,623	$ 175,294	$2,303,385
Statutory appropriations	889	—	160	(67)	—	804	—
	$1,233,146	$ 99,371	$ 113,772	$ 86,991	$ 6,623	$ 176,098	$2,303,385

DETAILS OF EXPENDITURE BY OBJECT (cont'd)

In thousands

	Housing	Labour	Manpower	Municipal Affairs	Public Works, Supply and Services	Recreation and Parks	Social Services and Community Health
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	$ 4,652	$ 18,684	$ 13,311	$ 19,807	$ 33,624	$ 17,109	$ 169,363
Salaries - non-permanent positions	2,095	172	6,501	381	3,371	602	10,763
Wages	326	195	21,252	924	34,913	10,919	24,195
Payments to contract employees	85	82	182	138	155	69	840
Employer contributions	741	1,941	2,974	2,277	6,324	2,401	20,036
Allowances and benefits	67	104	182	143	517	474	526
Total salaries, wages and employee benefits	7,966	21,178	44,402	23,670	78,904	31,574	225,723
Supplies and Services:							
Travel expenses	735	1,763	1,504	1,857	2,455	1,334	11,296
Maintenance in homes	—	—	—	—	—	—	61,929
Advertising	20	66	327	60	308	127	460
Insurance	6	1	17	8	66	40	30
Freight and postage	93	235	341	145	1,246	173	1,440
Contracts for construction	—	—	—	345	134,882	4,280	—
Rentals	708	167	711	285	86,942	1,974	3,543
Telephone and communications	186	68	377	108	40,266	892	1,123
Repairs and maintenance - machinery and equipment	2,210	73	450	95	2,406	1,159	1,315
Contract services including professional, technical and labour services	1,401	793	12,025	2,188	48,695	5,722	39,404
Data processing services	731	179	1,007	1,469	1,519	192	6,911
Hosting	18	60	52	32	31	67	103
Other purchased services	111	7	52	47	22,482	878	500
Materials and supplies	484	950	2,482	629	13,331	4,416	15,477
Total supplies and services	6,685	4,362	19,345	7,268	354,629	21,254	143,531
Grants:							
Grants to individuals	31,496	8	20,292	103,328	—	5	711,820
Grants to businesses	356	5	83,394	778	—	—	3
Grants to non-profit organizations	887	7	11,992	439	—	30,388	77,515
Grants to own funds and agencies	206,781	—	—	6,916	—	—	—
Grants to other levels of government	4	—	24,617	224,678	28,604	30,215	127,106
Other grants	14	1	—	—	—	—	1
Total grants	239,538	21	140,295	336,139	28,604	60,608	916,445
Purchase of Fixed Assets:							
Purchase of real estate	—	—	—	—	29,031	—	6
Purchase of machinery and equipment	16	40	70	9	5,122	258	610
Purchase of data processing equipment	152	93	199	533	3,283	87	1,027
Purchase of audio-visual equipment	8	26	22	8	84	29	91
Purchase of reproduction equipment	6	15	—	—	104	2	6
Purchase of office equipment	14	46	56	5	703	70	290
Purchase of furniture	1	3	31	—	6,453	4	310
Purchase of vehicles	—	—	89	—	1,485	197	—
Purchase of other assets	2,960	5	10	5	9,777	48	27
Total purchase of fixed assets	3,157	228	477	560	56,042	695	2,367
Other:							
Payments to Members of the Legislative Assembly and Executive Council	41	41	41	41	42	41	75
Pension payments	—	—	—	—	—	—	—
Interest and bank charges	3,079	—	—	—	—	—	—
Implementation of guarantees	—	—	—	—	—	—	—
Long term disability income benefits	—	—	—	—	—	—	—
Write-offs and losses	—						
Railway relocation project	—	—	—	—	—	—	—
Rural mobile home program	2,332	—	—	—	—	—	—
Revolving fund losses (profits)	—	—	—	—	(19,699)	(8)	—
Miscellaneous	—	—	—	—	—	—	—
Total other	5,452	41	41	41	(19,657)	33	75
	$ 262,798	$ 25,830	$ 204,560	$ 367,678	$ 498,522	$ 114,164	$1,288,141
Summary:							
Voted appropriations	$ 262,798	$ 25,830	$ 204,560	$ 367,678	$ 504,927	$ 114,160	$1,288,141
Statutory appropriations	—	—	—	—	(6,405)	4	—
	$ 262,798	$ 25,830	$ 204,560	$ 367,678	$ 498,522	$ 114,164	$1,288,141

Schedule 2.14 (cont'd)

DETAILS OF EXPENDITURE BY OBJECT (cont'd)

In thousands

	Solicitor General	Technology, Research and Telecommunications	Tourism	Transportation	Treasury	Utilities	Total 1986	Total 1985
Salaries, Wages and Employee Benefits:								
Salaries - permanent positions	$ 78,178	$ 601	$ 2,776	$ 39,473	$ 24,030	$ 4,271	$ 770,296	$ 750,515
Salaries - non-permanent positions	2,125	28	484	4,622	1,161	341	61,534	51,154
Wages	4,083	56	705	75,664	1,364	138	222,837	205,545
Payments to contract employees	360	60	20	124	157	211	14,440	9,328
Employer contributions	8,967	84	397	9,327	2,962	543	102,471	89,394
Allowances and benefits	422	68	70	634	164	34	7,216	6,431
Total salaries, wages and employee benefits	94,135	897	4,452	129,844	29,838	5,538	1,178,794	1,112,367
Supplies and Services:								
Travel expenses	2,546	341	757	7,204	538	302	63,648	57,182
Maintenance in homes	11	—	—	—	—	—	61,956	60,984
Advertising	327	55	4,435	1,047	2	70	11,962	7,769
Insurance	18	—	—	162	9,250	1	9,928	7,681
Freight and postage	1,272	19	533	540	965	234	15,600	16,175
Contracts for construction	15	—	—	239,018	—	17,612	471,999	358,266
Rentals	2,500	30	121	97,770	333	287	233,913	262,197
Telephone and communications	610	21	84	2,678	151	64	52,842	49,009
Repairs and maintenance - machinery and equipment	1,663	7	30	2,681	280	519	25,287	21,695
Contract services including professional, technical and labour services	76,088	612	1,429	12,037	4,087	4,508	303,040	264,156
Data processing services	7,355	2	22	3,414	9,621	508	62,768	62,632
Hosting	14	67	124	37	22	20	2,596	2,279
Other purchased services	196	3	157	7,982	12	10	35,990	32,648
Materials and supplies	6,286	67	1,711	188,032	1,655	238	277,537	206,615
Total supplies and services	98,901	1,224	9,403	562,602	26,916	24,373	1,629,066	1,409,288
Grants:								
Grants to individuals	—	—	14	—	118,352	12,838	1,274,966	969,568
Grants to businesses	—	—	6	—	—	17,381	182,436	105,789
Grants to non-profit organizations	16	1,371	899	141	17	304	221,972	195,551
Grants to own funds and agencies	3,822	45,086	—	9,645	—	50,273	4,341,330	4,134,741
Grants to other levels of government	32,044	38	—	190,535	—	47,934	1,060,195	926,451
Other grants	—	5,320	—	—	—	—	5,660	2,823
Total grants	35,882	51,815	919	200,321	118,369	128,730	7,086,559	6,334,923
Purchase of Fixed Assets:								
Purchase of real estate	—	—	—	5,720	9,711	—	45,952	45,178
Purchase of machinery and equipment	615	—	23	3,152	—	—	15,458	7,927
Purchase of data processing equipment	468	3	35	1,659	792	32	18,514	10,900
Purchase of audio-visual equipment	114	—	40	32	3	16	1,426	1,632
Purchase of reproduction equipment	1	—	—	—	6	1	411	699
Purchase of office equipment	81	—	11	109	14	3	2,490	2,094
Purchase of furniture	5	—	1	45	16	3	7,572	3,865
Purchase of vehicles	25	—	—	8,574	—	—	11,854	27,055
Purchase of other assets	203	—	12	75	—	—	16,112	1,134
Total purchase of fixed assets	1,512	3	122	19,366	10,542	55	119,789	100,484
Other:								
Payments to Members of the Legislative Assembly and Executive Council	41	41	41	41	41	41	4,704	4,833
Pension payments	—	—	—	—	17	—	22	83
Interest and bank charges	—	—	—	—	39,865	—	43,173	114,659
Implementation of guarantees	—	—	—	—	—	—	4,242	4,326
Long term disability income benefits	—	—	—	—	—	—	—	7,788
Write-offs and losses	—	—	—	—	—	—	5	2
Railway relocation project	—	—	—	—	—	—	3,360	—
Rural mobile home program	—	—	—	—	—	—	2,332	—
Revolving fund losses (profits)	—	—	—	(1,426)	(1,481)	(728)	(23,643)	(29,098)
Miscellaneous	—	—	—	—	—	—	—	1
Total other	41	41	41	(1,385)	38,442	(687)	34,195	102,594
	$ 230,471	$ 53,980	$ 14,937	$ 910,748	$ 224,107	$ 158,009	$10,048,403	$9,059,656
Summary:								
Voted appropriations	$ 230,471	$ 53,980	$ 14,937	$ 879,597	$ 176,198	$ 158,737	$ 9,974,684	$8,912,326
Statutory appropriations	—	—	—	31,151	47,909	(728)	73,719	147,330
	$ 230,471	$ 53,980	$ 14,937	$ 910,748	$ 224,107	$ 158,009	$10,048,403	$9,059,656

Schedule 2.15

BUDGETARY EXPENDITURE - VALUATION ADJUSTMENTS

In thousands

	1986		1985
	Budget	Expenditure	Expenditure
Write-off of long-term investments	$ —	$203,107	$ —
Write-down and write-off of marketable securities	—	37,992	—
Provision for doubtful accounts and loans	14,000	41,049	26,938
Provision for exchange on debt payable in United States funds	—	909	2,715
Provision for reduction of investments to market	—	—	(10,371)
	$14,000	$283,057	$ 19,282

Schedule 2.16

NET TRANSFER TO THE PENSION FUND

In thousands

	Total	Local Authorities Pension Plan Act	Members of the Legislative Assembly Pension Plan Act	Public Service Management Pension Plan Act	Public Service Pension Plan Act	Special Forces Pension Plan Act	Universities Academic Pension Plan Act
Receipts:							
Contributions:							
Employees'	$158,561	$ 77,472	$ —	$ 11,880	$ 48,427	$ 6,590	$ 14,192
Employers'	180,951	91,378	-	20,105	47,712	7,355	14,401
Members of the Legislative Assembly	324	—	324	—	—	—	—
Province of Alberta	286	—	286	—	—	—	—
Miscellaneous	35	24	—	—	8	2	1
	340,157	168,874	610	31,985	96,147	13,947	28,594
Payments:							
Benefits:							
Pensions and annuities	171,105	79,483	1,242	22,602	53,806	4,517	9,455
Payments to beneficiaries	1,532	791	—	25	436	22	258
	172,637	80,274	1,242	22,627	54,242	4,539	9,713
Withdrawals:							
Contributions and interest in respect of employees leaving service	18,505	9,691	—	371	8,184	254	5
Contributions and interest in respect of employees transferred to other pension authorities without reciprocal agreements	12,305	4,902	8	545	4,127	87	2,636
Contributions and interest in respect of employees transferred to other pension authorities with reciprocal agreements	2,020	550	—	781	439	—	250
Refunds of excess contributions	621	305	—	104	137	3	72
	33,451	15,448	8	1,801	12,887	344	2,963
	206,088	95,722	1,250	24,428	67,129	4,883	12,676
Net transfer to the Pension Fund	$134,069	$ 73,152	$ (640)	$ 7,557	$ 29,018	$ 9,064	$ 15,918
1985 comparative figures	$146,367	$ 79,245	$ (641)	$ 8,657	$ 30,915	$ 10,539	$ 17,652

Schedule 2.17

DETAILS OF GUARANTEES

	In thousands	
	1986	1985
Guaranteed Debentures (Note 1)		
AEC Power Limited (Note 2(c))	$210,139	$220,700
Vencap Equities Alberta Ltd.	40,000	40,000
	250,139	260,700
Guaranteed Bank, Treasury Branch and Credit Union Loans (Note 1)		
Students Loan Guarantee Act	98,329	91,353
AEC Power Limited (Note 2(c))	34,994	23,017
Agricultural Societies Act	23,047	25,255
Feeder associations	14,202	11,328
Time Air Limited	4,500	4,500
Rural utilities loans	4,012	4,394
Export program	3,958	3,650
Irrigation Act	3,521	2,609
Small grain dealers program	3,450	—
Co-operative marketing associations	1,657	2,231
Edmonton Space Sciences Foundation	1,383	1,167
Southern Frontier Air Transport Ltd. and Southern Frontier Leasing Company Ltd.	1,023	1,610
Regional Planning Commissions	1,012	1,157
Department of Culture Act	738	902
Farm implement dealers program	726	—
Alberta School Trustees' Association Act	164	260
Government Emergency Guarantee Act	100	85
Alberta livestock loans	7	15
Dreco Energy Services Ltd.	7	—
Wardair Equipment Limited	—	1,722
Canadian Co-operative Implements Limited	—	1,575
McReady Products Ltd.	—	250
	196,830	177,080
Other Guarantees (Note 1)		
Federal Loans:		
Agricultural Societies Act	17,484	17,935
Mortgage Loans:		
University of Alberta	2,731	2,773
Banff Centre for Continuing Education	2,403	2,475
University of Lethbridge	2,214	2,224
University of Calgary	1,837	1,862
	26,669	27,269
Grand Total (Note 2)	$473,638	$465,049

Statement 2.17 (cont'd)

Note 1 Guarantees include principal borrowings only and exclude guaranteed interest, the amount of which is not determinable.

Note 2 This amount excludes:

(a) Guaranteed liabilities of government entities described in the table below, net of sinking funds and intra-governmental holdings:

	1986	1985
Treasury Branches Deposits Fund	$4,435,885	$4,085,623
Alberta Municipal Financing Corporation	2,978,072	2,830,578
Alberta Government Telephones Commission	455,775	336,363
Alberta Mortgage and Housing Corporation	140,925	149,697
	$8,010,657	$7,402,261

The Treasury Branches Deposits Fund and Alberta Municipal Financing Corporation have substantial financial assets to meet their liabilities. At March 31, 1986 the Treasury Branches Deposits Fund had financial assets of $4,399,435,000 to meet guaranteed deposits of $4,527,539,000 (1985 - $4,106,339,000 and $4,153,935,000), and Alberta Municipal Financing Corporation had financial assets of $5,007,580,000 to meet guaranteed debenture debt, net of sinking funds, of $4,669,722,000 (1985 - $4,991,074,000 and $4,564,525,000).

(b) Any liability under:

the Public Service Pension Plan Act, the Local Authorities Pension Plan Act, the Members of the Legislative Assembly Pension Plan Act, the Public Service Management Pension Plan Act, the Special Forces Pension Plan Act, the Teachers' Retirement Fund Act and the Universities Academic Pension Plan Act
the long term disability income continuance plan
the international aid program
the Workers' Compensation Act.

(c) Any obligations of the Province relative to the Syncrude project other than the guarantees of $210,139,000 and $34,994,000 included in the preceding summary.

(d) Any liability:

(1) under the Federal Provincial Employment Loans Program, 1971, whereby the Province guaranteed federal loans to municipalities made to finance the acceleration or enlargement of certain capital development projects with the object of stimulating growth in employment, particularly during the winter months. The estimated total of guaranteed loans outstanding under the program at March 31, 1986 was $3,081,000 (1985 - $3,430,000).

(2) of the Province under its guarantee that the contractual obligations of Rocky Mountain Life Insurance Company to the Company's policy holders will be met. At December 31, 1985 the excess of liabilities over assets of Rocky Mountain Life Insurance Company was $2,828,000 (1984 - $2,673,000).

(3) for future claims on the Alberta General Insurance Company as a result of insurance business transacted to October 31, 1984 when the Company ceased active business operations.

(4) under section 27(6) of the Public Trustee Act which provides that the Province guarantees that the common fund together with the special reserve fund will be sufficient for the purpose of paying lawful claims that are payable out of the common fund. For the year ended December 31, 1985 the two funds earned $1,659,000 in excess of distributions and administration costs of $13,536,000 (1984 - $2,076,000 and $10,961,000). At December 31, 1985 the total retained earnings of the two funds together amounted to $15,304,000 (1984 - $13,645,000).

SECTION 3

1985-86
PUBLIC ACCOUNTS

REVOLVING FUNDS - FINANCIAL STATEMENTS

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REVOLVING FUNDS - FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1986

Introduction:

Revolving funds are defined in section 1(1)(u) of the Financial Administration Act. The funds are authorized by the Legislative Assembly to draw from the General Revenue Fund, monies not to exceed a statutory limit at any one time, which together with receipts may be expended for specified purposes. The funds represent either a line of credit to be drawn as required on the General Revenue Fund or a segregation of cash advanced from the General Revenue Fund.

Receipts are generated by the provision of services or sale of materials to other branches within a department, to other departments of the Government or to the public.

The estimated net increase of a fund, exclusive of increases in cash or financial claims held and financial claims on the fund, is disclosed in the Province's budget as a statutory payment from the General Revenue Fund. To reflect this in the accounts of the General Revenue Fund the financial assets and liabilities of revolving funds are included in the Statement of Reported Assets, Liabilities and Net Assets. Net payments from the fund, adjusted for changes in financial assets and liabilities, are disclosed as statutory appropriations in the Statement of Budgetary Revenue and Expenditure, Section 2, Statement 2.2.

CULTURE REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Operations and Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Operations

AUDITOR'S REPORT

To the Minister of Culture

I have examined the balance sheet of the Culture Revolving Fund as at March 31, 1986 and the statements of operations and deficit and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 30, 1986

CULTURE REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$ 9,375	$ 8,375
Accounts receivable	4,933	6,499
Inventories	134,982	130,828
Prepaid expenses	17,098	19,386
	166,388	165,088
Fixed:		
Equipment, at cost	40,049	37,815
Less: Accumulated depreciation	15,345	10,440
	24,704	27,375
	$191,092	$192,463
LIABILITIES		
Current:		
Accounts payable	$ 42,021	$ 42,399
Provincial Treasurer's advance	186,255	184,126
Deficit	(37,184)	(34,062)
	149,071	150,064
	$191,092	$192,463

The accompanying notes are part of these financial statements.

CULTURE REVOLVING FUND
STATEMENT OF OPERATIONS AND DEFICIT
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Sales, Schedule 1	$733,233	$737,512
Deduct:		
Cost of goods sold:		
Inventory at beginning of year	130,828	143,030
Purchases	282,937	271,618
	413,765	414,648
Less: Inventory at end of year	134,982	130,828
	278,783	283,820
Gross profit, Schedule 1	454,450	453,692
Expenses:		
Salaries, wages and employee benefits	430,355	452,057
Sales supplies	12,418	14,246
Depreciation	4,905	2,126
Laundry	3,263	2,958
Stationery and office supplies	1,606	1,514
Printing and processing	1,601	1,099
Repairs and maintenance	1,094	987
Uniforms and tuxedos	856	5,749
Travel	669	718
Rental of equipment	163	392
Breakage and spoilage	110	96
Advertising	—	4,995
Miscellaneous	532	817
	457,572	487,754
Net loss for the year	(3,122)	(34,062)
Surplus (deficit) at beginning of year	(34,062)	99,106
	(37,184)	65,044
Less: Remitted to the General Revenue Fund	—	99,106
Deficit at end of year	$(37,184)	$(34,062)

CULTURE REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Cash provided by (used in) operating activities:		
Net loss for the year	$ (3,122)	$ (34,062)
Less: Remittance to the General Revenue Fund	—	(99,106)
	(3,122)	(133,168)
Add items not involving cash movements:		
Depreciation	4,905	2,126
	1,783	(131,042)
Net change in non-cash working capital items related to operations	(678)	39,919
	1,105	(91,123)
Cash provided by financing activities:		
Advances from the Provincial Treasurer	739,132	857,243
Repayment of advances from the Provincial Treasurer	(737,003)	(754,680)
	2,129	102,563
Cash used in investing activities:		
Purchase of fixed assets	(2,234)	(11,460)
Net increase (decrease) in cash	1,000	(20)
Cash at beginning of year	8,375	8,395
Cash at end of year	$ 9,375	$ 8,375

CULTURE REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Culture Revolving Fund operates under the authority of the Department of Culture Act, Chapter D-15, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

Inventories

Inventories are valued at the lower of cost and estimated net realizable value.

Depreciation

Equipment is depreciated on a straight-line basis at rates of 10% and 25% per annum.

Administration Costs

Accommodation, basic office furnishings, and certain other administrative costs have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 3 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

CULTURE REVOLVING FUND
SCHEDULE OF GROSS PROFIT
BY SALES LOCATION
FOR THE YEAR ENDED MARCH 31, 1986

	1986			1985		
	Sales	Cost of Sales	Gross Profit	Sales	Cost of Sales	Gross Profit
Jubilee Auditoriums:						
Northern:						
Beverages	$181,916	$ 51,396	$130,520	$187,972	$ 57,143	$130,829
Commissary	108,043	39,687	68,356	104,388	36,161	68,227
	289,959	91,083	198,876	292,360	93,304	199,056
Southern:						
Beverages	186,618	52,049	134,569	203,582	60,153	143,429
Commissary	118,116	52,602	65,514	115,236	49,006	66,230
	304,734	104,651	200,083	318,818	109,159	209,659
	594,693	195,734	398,959	611,178	202,463	408,715
Provincial Museum and Archives:						
Bookshop:						
Books	88,920	55,207	33,713	93,361	62,508	30,853
Publications	1,304	1,018	286	2,179	1,755	424
Prints and miscellaneous	28,841	19,247	9,594	16,304	9,858	6,446
	119,065	75,472	43,593	111,844	74,121	37,723
Archives:						
Reproduction	19,475	7,577	11,898	14,490	7,236	7,254
	138,540	83,049	55,491	126,334	81,357	44,977
	$733,233	$278,783	$454,450	$737,512	$283,820	$453,692

SCHOOL BOOK BRANCH
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Education

I have examined the balance sheet of the School Book Branch as at March 31, 1986 and the statements of operations and surplus and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the School Book Branch as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 23, 1986

SCHOOL BOOK BRANCH
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$ 8,111	$ 8,961
Accounts receivable	1,043,794	1,025,710
Inventory	5,691,274	5,327,108
Prepaid expenses	75,309	56,981
	6,818,488	6,418,760
Fixed:		
Equipment, at cost	701,776	327,710
Less: Accumulated depreciation	290,323	199,507
	411,453	128,203
	$7,229,941	$6,546,963
LIABILITIES		
Current:		
Accounts payable	$ 284,104	$ 151,325
Provincial Treasurer's advance	6,880,556	6,107,607
Surplus	65,281	288,031
	$7,229,941	$6,546,963

The accompanying notes are part
of these financial statements.

SCHOOL BOOK BRANCH
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Sales (Note 3)	$18,126,258	$18,597,373
Deduct: Cost of goods sold:		
Inventory at beginning of year	5,327,108	5,652,365
Purchases	16,413,517	16,072,835
Freight and duty	129,162	134,971
	21,869,787	21,860,171
Less: Inventory at end of year	5,691,274	5,327,108
	16,178,513	16,533,063
Gross profit on sales	1,947,745	2,064,310
Sundry revenue	33,081	45,821
	1,980,826	2,110,131
Expenses:		
Salaries and wages	1,584,718	1,489,079
Employee benefits	162,374	142,940
Printing and supplies	140,170	117,865
Depreciation	94,201	40,716
Freight on sales	83,731	82,919
Consulting fees	69,437	—
Postage	36,463	33,175
Travelling	13,345	9,090
Vehicles	8,170	9,133
Telephone and telegraph	2,733	1,569
Miscellaneous	8,234	8,686
	2,203,576	1,935,172
Net profit (loss) for the year	(222,750)	174,959
Surplus at beginning of year	288,031	115,233
	65,281	290,192
Remittance to the Provincial Treasurer	—	2,161
Surplus at end of year	$ 65,281	$ 288,031

SCHOOL BOOK BRANCH
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Cash provided by (used in) operating activities:		
Net income (loss)	$ (222,750)	$ 174,959
Add items not involving cash movements:		
Depreciation	94,201	40,716
	(128,549)	215,675
Remittance to the Provincial Treasurer	—	(2,161)
Net change in non-cash working capital items related to operations	(267,799)	457,369
	(396,348)	670,883
Cash provided by financing activities:		
Advances from the Provincial Treasurer	19,197,509	18,391,326
Repayment of advances from the Provincial Treasurer	(18,424,560)	(19,044,389)
	772,949	(653,063)
Cash used in investment activities:		
Purchase of fixed assets	(377,741)	(19,884)
Sale of fixed assets	290	1,178
	(377,451)	(18,706)
Net decrease in cash	(850)	(886)
Cash at beginning of year	8,961	9,847
Cash at end of year	$ 8,111	$ 8,961

SCHOOL BOOK BRANCH
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The School Book Branch operates under the authority of the Department of Education Act, Chapter D-17, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

a) Inventory

Inventory is valued at the lower of cost, determined on a first-in, first-out basis, and estimated net realizable value.

b) Depreciation

Equipment is depreciated to 10% of cost on a straight-line basis at the following rates per annum:

Office equipment	10%
Computer equipment	20%

Note 3 Sales

Sales include $2,536,102 (1985 $2,635,897) contributed by the Province of Alberta in respect of an additional discount allowed to school districts and divisions, counties and approved private schools under the text book rental plan.

Note 4 Administration Costs

Office and warehouse furniture and accommodation costs incurred in the administration of the School Book Branch have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 5 Subsequent Events

Effective April 11, 1986, the School Book Branch changed its name to the Learning Resources Distributing Centre.

Note 6 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by Management.

WATER RESOURCES REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Operations and Surplus (Deficit)
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Environment

I have examined the balance sheet of the Water Resources Revolving Fund as at March 31, 1986 and the statement of operations and surplus (deficit) for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 2, 1986

WATER RESOURCES REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Accounts receivable	$ 385,355	$ 388,710
Insurance claim receivable	—	95,062
Materials	304,291	296,752
Prepaid expenses	2,299	1,606
	691,945	782,130
Other:		
Rental equipment (Note 3)	2,925,846	2,827,423
Maintenance and office equipment (Note 4)	62,175	81,505
	$3,679,966	$3,691,058
LIABILITIES AND SURPLUS		
Accounts payable	$ 197,682	$ 297,197
Advances from the General Revenue Fund	3,516,247	3,355,211
	3,713,929	3,652,408
Surplus (Deficit)	(33,963)	38,650
	$3,679,966	$3,691,058

The accompanying notes are part
of these financial statements.

WATER RESOURCES REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS (DEFICIT)
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Material and gas sales	$ 307,772	$ 339,631
Less: Cost of goods sold	283,155	323,286
Gross profit on sales	24,617	16,345
Equipment rental	1,928,129	2,123,704
	1,952,746	2,140,049
Expenses:		
Operation of equipment	1,159,698	1,222,662
Depreciation	495,569	510,753
Equipment rental	321,786	348,173
Repair and maintenance operations	43,986	40,328
Administration	30,158	34,332
	2,051,197	2,156,248
Operating loss	(98,451)	(16,199)
Gain on disposal of equipment	25,838	8,266
Deficit for the year	(72,613)	(7,933)
Surplus at beginning of year	38,650	46,583
Surplus (deficit) at end of year	$ (33,963)	$ 38,650

WATER RESOURCES REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Water Resources Revolving Fund operates under the authority of the Water Resources Act, Chapter W-5, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Depreciation

Depreciation is calculated on a straight-line basis over the estimated useful life of each type of equipment.

(b) Major overhauls

Major overhauls, significantly extending the life of equipment, are depreciated on a straight-line basis over the remaining useful life of the equipment.

(c) Materials inventory

Materials are valued at weighted average cost.

(d) Leases

All leases with respect to the rental and maintenance of equipment, as lessee or lessor, can be cancelled at the end of any fiscal year and are therefore accounted for as operating leases.

(e) Administration and other costs

Salaries, wages, rental charges for the Edmonton, Lethbridge, Grande Prairie and Peace River warehouses and certain overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

(f) Changes in financial position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Rental Equipment

	1986	1985
Cost	$5,960,148	$5,444,460
Accumulated depreciation	3,034,302	2,617,037
	$2,925,846	$2,827,423

Note 4 Maintenance and Office Equipment

	1986	1985
Cost	$207,309	$195,160
Accumulated depreciation	145,134	113,655
	$ 62,175	$ 81,505

Note 5 Approval of Financial Statements

These financial statements were approved by management.

PERSONNEL ADMINISTRATION REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister Responsible for
Personnel Administration

I have examined the balance sheet of the Personnel Administration Revolving Fund as at March 31, 1986 and the statements of revenue, expenditure and surplus and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 30, 1986

PERSONNEL ADMINISTRATION REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Accounts receivable	$188,421	$143,827
Inventories	158,837	127,534
	347,258	271,361
Fixed:		
Fixed assets, at cost	11,607	5,500
Less: Accumulated depreciation	3,421	1,100
	8,186	4,400
	$355,444	$275,761
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	$ 59,156	$ 61,440
Provincial Treasurer's advance	101,150	121,367
	160,306	182,807
Surplus	195,138	92,954
	$355,444	$275,761

The accompanying notes are part
of these financial statements.

PERSONNEL ADMINISTRATION REVOLVING FUND
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Training and development courses	$719,334	$825,494
Personnel planning and career development - Women's Program	140,195	141,540
Seminar series for management	81,755	—
Personnel planning and career development - Native Program	7,900	10,200
Redeployment training and counselling	—	5,500
	949,184	982,734
EXPENDITURE		
Professional, technical and labour services	592,831	656,762
Materials and supplies	158,882	210,662
Rental of facilities and equipment	72,572	15,647
Travel	15,137	3,649
Freight and postage	3,867	1,733
Depreciation	2,321	1,100
Miscellaneous	1,390	227
	847,000	889,780
Excess of revenue over expenditure	102,184	92,954
Surplus at beginning of year	92,954	—
Surplus at end of year	$195,138	$ 92,954

PERSONNEL ADMINISTRATION REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Operating:		
Excess of revenue over expenditure	$ 102,184	$ 92,954
Depreciation	2,321	1,100
	104,505	94,054
Increase in current assets	(75,897)	(271,361)
Increase (decrease) in accounts payable	(2,284)	61,440
Cash provided by operations	26,324	(115,867)
Investing:		
Purchase of fixed assets	(6,107)	(5,500)
Net (increase) decrease in Provincial Treasurer's advance	$ 20,217	$(121,367)

PERSONNEL ADMINISTRATION REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Personnel Administration Revolving Fund operates under the authority of the Public Service Act, Chapter P-31, Revised Statutes of Alberta 1980.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

(a) Inventory

Inventory is valued at the lower of cost or estimated net realizable value.

(b) Depreciation

Fixed assets are depreciated on a straight line basis at the rate of 20% per annum.

Note 3 Approval of Financial Statements

These financial statements were approved by management.

FORESTRY REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Operations and Deficit
Notes to the Financial Statements
Schedule of Operating Expenses
Schedule of Net Income (Loss)

AUDITOR'S REPORT

To the Minister of Forestry,
Lands and Wildlife

I have examined the balance sheet of the Forestry Revolving Fund as at March 31, 1986 and the statement of operations and deficit for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 27, 1986

FORESTRY REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1986

ASSETS

Current:	
Accounts receivable	$ 196,301
Inventories (Note 3)	565,447
	761,748
Fixed: (Note 4)	
Equipment, at cost	139,866
Less: Accumulated depreciation	33,281
	106,585
	$ 868,333

LIABILITIES AND DEFICIT

Current:	
Accounts payable	$ 118,600
Deferred revenue	957
	119,557
Provincial Treasurer's advance (Note 5)	880,978
Deficit	(132,202)
	$ 868,333

The accompanying notes are part
of these financial statements.

FORESTRY REVOLVING FUND
STATEMENT OF OPERATIONS AND DEFICIT
FOR THE YEAR ENDED MARCH 31, 1986

REVENUE

Sales	$1,448,943
Cost of goods sold	669,314
Gross profit	779,629
Thematic services	59,061
Miscellaneous	11,142
	849,832

EXPENDITURE

Operating expenses, Schedule 1	982,034
Net loss and deficit at end of year, Schedule 2	$ (132,202)

FORESTRY REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Forestry Revolving Fund operates under the authority of the Department of Energy and Natural Resources Act, Chapter D-18, Revised Statutes of Alberta 1980, as amended. The Revolving Fund commenced operations on April 1, 1985.

Note 2 Significant Accounting Policies

a) Inventories

Inventories for resale and consumable supplies are valued at the lower of cost or net realizable value.

b) Depreciation

Fixed assets are depreciated on a straight-line basis over the estimated useful life of the assets as follows:

Film processing equipment	3 to 20 years
Data processing and distribution equipment	3 to 5 years

c) Administration Costs

Accommodation, basic office furnishings and certain administrative salary costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

d) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Inventories

Inventories are summarized as follows:

Inventory for resale	$456,927
Consumable supplies	108,520
	$565,447

Note 4 Fixed Assets

Fixed assets are summarized as follows:

	Equipment			
	Film processing	Data processing	Distribution	Total
Original cost	$222,638	$16,960	$42,399	$281,997
Accumulated depreciation	154,472	—	30,049	184,521
Net book value April 1, 1985	68,166	16,960	12,350	97,476
Purchases	—	28,383	14,007	42,390
Total	68,166	45,343	26,357	139,866
Accumulated depreciation	15,420	8,938	8,923	33,281
Net book value March 31, 1986	$ 52,746	$36,405	$17,434	$106,585

Fixed assets originally purchased by the General Revenue Fund were transferred to the Revolving Fund at the net book value at April 1, 1985.

Note 5 Provincial Treasurer's Advance

Amounts advanced by the Provincial Treasurer comprise:

- Advances from the General Revenue Fund	$267,648
- Accounts due to the General Revenue Fund in respect to the inventories and fixed assets transferred from the Department of Forestry.	613,330
	$880,978

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

FORESTRY REVOLVING FUND
SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 1986

Manpower	$717,228
Professional, technical and labour services	57,842
Advertising and promotion	57,140
Supplies	53,102
Depreciation	33,281
Rentals	23,049
Damaged goods	10,022
Bad debts	9,800
Repairs and maintenance	5,620
Freight and postage	3,723
Travel	1,036
Communication	641
Miscellaneous	9,550
	$982,034

Schedule 2

FORESTRY REVOLVING FUND
SCHEDULE OF NET INCOME (LOSS)
FOR THE YEAR ENDED MARCH 31, 1986

	Sales	Cost of Sales	Gross Profit (Loss)	Other Revenue	Operating Expenses	Operating Income (Loss)
Alberta Bureau of Surveying and Mapping:						
Maps Alberta:						
Maps	$ 403,825	$123,835	$279,990	$ —	$244,722	$ 35,268
Airphotos	439,793	222,911	216,882	—	153,694	63,188
Warehouse	242,504	129,931	112,573	—	125,498	(12,925)
Administration	—	—	—	11,142	285,563	(274,421)
	1,086,122	476,677	609,445	11,142	809,477	(188,890)
Technical services:						
Laboratory	256,929	97,803	159,126	—	119,996	39,130
Survey data	12,977	—	12,977	—	709	12,268
	269,906	97,803	172,103	—	120,705	51,398
Thematic services	—	—	—	59,061	51,852	7,209
	1,356,028	574,480	781,548	70,203	982,034	(130,283)
Public Lands:						
Public grazing services	92,915	94,834	(1,919)	—	—	(1,919)
Operating results of the Fund	$1,448,943	$669,314	$779,629	$70,203	$982,034	$(132,202)

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Net Income and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Operating Expenses
Schedule of Net Income

AUDITOR'S REPORT

To the Minister of
Public Works, Supply and Services

I have examined the balance sheet of the Public Works, Supply and Services Revolving Fund as at March 31, 1986 and the statements of net income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 23, 1986

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Accounts receivable	$22,289,449	$22,794,098
Inventories (Note 3)	4,520,660	4,746,676
Prepaid expenses	306,403	362,051
	27,116,512	27,902,825
Other:		
Deposits on aircraft (Note 4)	11,599,140	9,067,841
Net investment in leases (Note 5)	6,406,261	5,993,501
	18,005,401	15,061,342
Fixed: (Note 6)		
Fixed assets, at cost	85,898,622	85,828,912
Less: Accumulated depreciation	42,386,002	42,861,684
	43,512,620	42,967,228
	$88,634,533	$85,931,395
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	$ 5,248,037	$ 6,413,798
Provincial Treasurer's advance	56,594,270	62,338,363
Retained earnings	26,792,226	17,179,234
	$88,634,533	$85,931,395

The accompanying notes are part
of these financial statements.

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
STATEMENT OF NET INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Service revenue	$72,377,194	$74,072,160
Gross profit on sales	5,383,627	4,634,629
	77,760,821	78,706,789
Operating expenses, Schedule 1	67,923,551	71,829,068
Net income, Schedule 2	9,837,270	6,877,721
Retained earnings at beginning of year	17,179,234	11,626,848
	27,016,504	18,504,569
Remittance to the Provincial Treasurer	224,278	1,325,335
Retained earnings at end of year	$26,792,226	$17,179,234

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
OPERATING ACTIVITIES		
Cash from operations:		
Net income	$ 9,837,270	$ 6,877,721
Charges (credits) not affecting cash:		
Depreciation	10,085,703	14,001,480
Gain on disposal of fixed assets, net	(814,490)	(1,216,544)
Recovery of deferred charges	—	(193,446)
	19,108,483	19,469,211
Changes in working capital relating to operations:		
Accounts receivable	504,649	(2,409,772)
Inventories	226,016	(520,586)
Prepaid expense	55,648	(211,616)
Accounts payable	(1,165,761)	(2,815,498)
Net cash arising from operations	18,729,035	13,511,739
CAPITAL ACTIVITIES		
Deposits on aircraft	(2,531,299)	(8,088,669)
Investment in leases, net	(412,760)	(3,760,228)
Purchase of fixed assets	(17,497,055)	(13,150,458)
Proceeds on sale of fixed assets	7,680,450	4,369,859
	(12,760,664)	(20,629,496)
Remittance to Provincial Treasurer	(224,278)	(1,325,335)
	(12,984,942)	(21,954,831)
(INCREASE) DECREASE IN PROVINCIAL TREASURER'S ADVANCE	$ 5,744,093	$ (8,443,092)

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Public Works, Supply and Services Revolving Fund operates under the authority of the Department of Public Works, Supply and Services Act, Chapter D-25.5, Statutes of Alberta 1983.

Note 2 Significant Accounting Policies

(a) General

These financial statements reflect all operations of the Department of Public Works, Supply and Services which were financed by the Revolving Fund. The Fund finances part of the operations of Information Services, Supply Management and Properties.

All internal transactions have been eliminated in the preparation of these financial statements.

(b) Administration Expenses

Accommodation, basic office furnishings, certain administrative salaries and other administrative expenses are provided by the General Revenue Fund of the Province of Alberta at no cost and, accordingly, are not reflected in these financial statements.

(c) Depreciation

Fixed assets are depreciated on a straight line basis over their estimated useful life. The estimated useful life for major asset categories is as follows:

Computer hardware	3 to 10 years
Computer software	3 or 5 years
Automobiles and trucks	3 to 8 years
Aircraft	12 years
Other equipment	5 to 10 years

Major assets within the above categories are periodically reviewed for changes in estimated useful life or salvage value.

Effective April 1, 1985 the Revolving Fund revised the estimated useful life and salvage value of certain automobiles and trucks. This resulted in a decrease in the amount of depreciation expense for the year of $1,052,243.

(d) Inventories

Inventories are valued at cost.

(e) Leases

During the year, the Fund continued leasing equipment to government users. The cost of the equipment is recovered from the lessees during the lease period. The payments received are deducted from the cost, which is shown on the balance sheet as net investment in leases. For financial presentation purposes the payments received are also included in the income statement as service revenue and as operating expenses.

Leases entered into by the Fund for the rental and maintenance of equipment are accounted for as operating leases.

Note 3 Inventories

Inventories are summarized as follows:

	1986	1985
Materials and supplies for resale	$4,208,995	$3,530,033
Consumable supplies	311,665	1,216,643
	$4,520,660	$4,746,676

Note 4 Deposits on Aircraft

Deposits on aircraft relate to progress payments made towards purchase of two aircraft with a total cost of $13,798,070 in accordance with the latest change order dated May 26, 1986. The balance of the purchase price, which is subject to economic adjustments, is payable as follows:

1986-87	$1,825,324
1987-88	373,606
	$2,198,930

Note 5 Net Investment in Leases

Cumulative transactions for the equipment leasing and financing activity were as follows:

	1986	1985
Cost of equipment acquired for leasing	$15,754,021	$8,758,720
Administration charges earned	17,334	9,003
	15,771,355	8,767,723
Less: Amount received	9,365,094	2,774,222
Total minimum lease payments receivable	$ 6,406,261	$5,993,501

The lease payments are receivable during the following years:

	1986	1985
1985-86	$ —	$2,352,089
1986-87	3,634,380	1,904,090
1987-88	2,510,254	1,161,998
1988-89	261,627	496,900
1989-90	—	78,424
	$6,406,261	$5,993,501

Note 6 Fixed Assets

Fixed assets, the majority of which are leased to government users, are summarized as follows:

	1986			1985
	Cost	Accumulated Depreciation	Net	Net
Automobiles and trucks	$40,901,807	$16,229,985	$24,671,822	$25,206,976
Computer hardware	21,546,045	18,674,069	2,871,976	6,590,913
Aircraft	14,601,604	1,626,969	12,974,635	6,640,371
Computer software	5,787,472	4,046,862	1,740,610	1,976,467
Office and general equipment	1,391,329	870,678	520,651	1,593,672
Printing and photocopying equipment	1,561,691	879,055	682,636	936,585
Shop equipment	108,674	58,384	50,290	22,244
	$85,898,622	$42,386,002	$43,512,620	$42,967,228

Note 7 Commitments

The annual rent and maintenance payable for computer hardware by the Fund in each of the next five years under long-term agreements in effect is as follows:

	1986
1986-87	$9,297,779
1987-88	2,330,558
1988-89	968,760
1989-90	771,285
1990-91	294,425

Note 8 Statutory Appropriation

In the Public Accounts of Alberta, the net expenditures of the Revolving Fund are included in the Department of Public Works, Supply and Services' expenditure statements. Because the General Revenue Fund records fixed asset acquisitions as expenditures and does not recognize inventories and prepaid expenses, the following adjustments are required to arrive at the net expenditures reported as the statutory appropriation in the Public Accounts:

Net profit for the year	$ 9,837,270
Add:	
Depreciation	10,085,703
Increase in inventories and prepaid expenses	281,664
	20,204,637
Deduct:	
Net equipment acquisitions	(10,631,095)
Additions to leasing assets	(2,944,059)
Repayment of surplus	(224,278)
Statutory appropriation for the year	$ 6,405,205

Note 9 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 10 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Manpower	$21,313,217	$25,601,849
Rentals	18,340,708	17,193,908
Depreciation	10,085,703	14,001,480
Equipment leasing and financing	6,582,541	2,623,137
Repairs and maintenance	5,850,614	6,087,655
Materials and supplies	2,518,240	3,057,283
Professional, technical and labour services	1,040,323	2,101,390
Data processing	874,105	68,985
Freight and postage	679,312	505,783
Travel	155,856	342,287
Telephone and communications	33,392	37,400
Computer and software purchases for resale	27,440	101,059
Licences and other fees	17,562	141,612
Provision for aircraft overhaul	—	(163,456)
Miscellaneous	4,538	128,696
	$67,923,551	$71,829,068

Schedule 2

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
NET INCOME
FOR THE YEAR ENDED MARCH 31, 1986

	1986						1985
	Sales	Cost of Sales	Gross Profit (Loss)	Service Revenue	Operating Expenses	Net Income (Loss)	Net Income (Loss)
Information Services:							
Computer processing	$ —	$ —	$ —	$51,424,996	$44,285,606	$7,139,390	$5,430,983
Computer systems	—	—	—	5,473,764	5,710,406	(236,642)	(40,000)
Computer and software sales	—	—	—	27,440	27,440	—	—
Internal transactions	—	—	—	(759,869)	(759,869)	—	—
	—	—	—	56,166,331	49,263,583	6,902,748	5,390,983
Properties:							
Work orders	6,689,223	6,600,534	88,689	—	58,637	30,052	(51,886)
Supply Management:							
Warehousing and distribution	17,004,288	13,754,029	3,250,259	92,340	3,057,995	284,604	(7,567)
Printing services	3,133,925	807,297	2,326,628	11,988	2,025,831	312,785	203,630
Supply equipment	—	—	—	9,298,864	6,977,740	2,321,124	1,187,866
Air transportation	—	—	—	336,032	336,035	(3)	175,587
Central micrographics	—	—	—	252,513	270,232	(17,719)	6,625
Equipment leasing and financing	—	—	—	6,590,871	6,587,192	3,679	(27,517)
Internal transactions	(286,400)	(200,225)	(86,175)	(934)	(87,109)	—	—
	19,851,813	14,361,101	5,490,712	16,581,674	19,167,916	2,904,470	1,538,624
Operating results prior to intra Fund elimination	26,541,036	20,961,635	5,579,401	72,748,005	68,490,136	9,837,270	6,877,721
Intra Fund eliminations	(414,594)	(218,820)	(195,774)	(370,811)	(566,585)	—	—
Operating results of Fund	$26,126,442	$20,742,815	$5,383,627	$72,377,194	$67,923,551	$9,837,270	$6,877,721

RECREATION AND PARKS REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Recreation and Parks

I have examined the balance sheet of the Recreation and Parks Revolving Fund as at March 31, 1986 and the statement of operations and surplus for the period then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the period then ended in accordance with generally accepted accounting principles.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 29, 1986

RECREATION AND PARKS REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1986

ASSETS

Current:	
Accounts receivable	$10,186
Inventories	11,718
	$21,904

LIABILITIES AND SURPLUS

Current:	
Accounts payable	$ 5,973
Provincial Treasurer's advance	8,628
	14,601
Surplus	7,303
	$21,904

The accompanying notes are part
of these financial statements.

RECREATION AND PARKS REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE FIVE MONTHS ENDED MARCH 31, 1986

Sales	$19,813
Deduct cost of goods sold:	
Purchases	24,228
Less: Inventory at end of year	11,718
	12,510
Net income for the period and surplus at March 31, 1986	$ 7,303

RECREATION AND PARKS REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Recreation and Parks Revolving Fund operates under the authority of the Department of Recreation and Parks Act, Chapter D-26, Revised Statutes of Alberta 1980. The Fund commenced activities on November 1, 1985.

Note 2 Significant Accounting Policies

Inventories

Inventories are valued at the lower of cost and estimated net realizable value.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Costs

Accommodation, office furniture, salaries and wages and other administrative costs have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Approval of Financial Statements

These financial statements were approved by management.

TRANSPORTATION REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Income (Loss) on Equipment Rental Operations
Schedule of Recoveries on Sale of Inventories

AUDITOR'S REPORT

To the Minister of Transportation and Utilities

I have examined the balance sheet of the Transportation Revolving Fund as at March 31, 1986 and the statements of operations and surplus and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 4, 1986

TRANSPORTATION REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
CURRENT:		
Accounts receivable	$17,023,740	$14,337,487
Material inventories (Note 3)	16,654,917	13,671,490
Gravel inventory	27,770,485	8,846,832
Land inventory	5,556,628	3,459,245
	67,005,770	40,315,054
FIXED:		
Rental equipment, at cost	84,948,589	80,783,024
Accumulated depreciation	51,961,570	48,312,073
	32,987,019	32,470,951
	$99,992,789	$72,786,005
LIABILITIES AND SURPLUS		
CURRENT:		
Accounts payable and accrued liabilities	$18,265,876	$ 8,283,869
Provincial Treasurer's advance	80,464,747	56,609,325
Surplus	1,262,166	7,892,811
	$99,992,789	$72,786,005

The accompanying notes are part
of these financial statements.

TRANSPORTATION REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
OPERATING INCOME (LOSS)		
Income (loss) on equipment rental operations, Schedule 1	$(5,488,521)	$2,002,379
Gain on disposal of equipment	512,978	444,111
Recoveries on sale of inventories, Schedule 2	1,979,879	2,185,356
Shop labour revenue	805,957	897,770
	(2,189,707)	5,529,616
GENERAL AND ADMINISTRATION EXPENSES		
General expenses	1,538,355	2,102,721
Administration (Note 4)	1,332,754	1,059,448
Unapplied labour expenses	1,211,203	1,528,697
Unapplied inventory expenses	358,626	360,765
	4,440,938	5,051,631
NET INCOME (LOSS) FOR THE YEAR	(6,630,645)	477,985
SURPLUS AT BEGINNING OF YEAR	7,892,811	7,414,826
SURPLUS AT END OF YEAR	$1,262,166	$7,892,811

TRANSPORTATION REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
OPERATING ACTIVITIES		
Cash from operations		
Net income (loss) for the year	$ (6,630,645)	$ 477,985
Net charges to income which do not reduce cash		
Depreciation	8,057,194	8,380,582
Gain on disposal of equipment - net	(512,978)	(444,111)
	913,571	8,414,456
Changes in non-cash working capital		
(Increase) decrease in accounts receivable	(2,686,253)	9,468,591
(Increase) decrease in materials inventory	(2,983,427)	662,116
Increase in accounts payable	9,982,007	5,020,457
	5,225,898	23,565,620
INVESTMENT ACTIVITIES		
Proceeds from gravel disposals	12,644,082	4,557,543
Proceeds from equipment disposals	734,093	1,014,159
Proceeds from land disposals	4,032,762	3,444,466
Additions to gravel inventory	(31,567,735)	(12,364,691)
Additions to equipment	(8,794,377)	(4,221,973)
Purchases of land	(6,130,145)	(2,760,828)
	(29,081,320)	(10,331,324)
(INCREASE) DECREASE IN PROVINCIAL TREASURER'S ADVANCE	$(23,855,422)	$ 13,234,296

TRANSPORTATION REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Transportation Revolving Fund operates under the authority of the Department of Transportation Act, Chapter D-30, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

(a) Basis of Accounting

The Transportation Revolving Fund records revenues and expenditures on the accrual basis.

(b) Inventory

The Transportation Revolving Fund is used to finance the acquisition of gravel and land to be used by the Department of Transportation. All expenditures made by the Fund for gravel and land are held in inventory and recoverable from the Department.

Gravel inventory is valued at cost less billings to the Department.

Land inventory is valued at cost less recoveries from third party rentals.

Other inventories are valued at the lower of cost and net realizable value. Portions of lumber and petroleum product inventories are held by third parties.

(c) Depreciation

Equipment is depreciated on a straight-line basis with the exception of 3/4 ton trucks which are depreciated on the basis of kilometers used. The approximate useful life of major equipment categories is as follows:

Light trucks	4 or 5 years
Heavy trucks	7 or 10 years
Grader, tractors, loaders, trailers and cranes	10 or 15 years

Note 3 Material Inventories

Material inventories are summarized as follows:

	1986	1985
Parts and supplies	$13,507,267	$10,612,951
Lumber	1,980,738	2,533,162
Petroleum products	416,008	370,960
Work in progress	750,904	154,417
	$16,654,917	$13,671,490

Note 4 Administration Expenses

Repair shops, warehouse facilities, head office accommodations, basic office equipment and furnishings and certain salaries and wages are provided by the Province of Alberta at no cost to the Fund, and accordingly are not reflected in these financial statements.

Note 5 Statutory Appropriation

In the Public Accounts of Alberta, the net expenditures of the Revolving Fund are included in the Department of Transportation's expenditure statements. Because the General Revenue Fund records fixed asset acquisitions as expenditures and does not recognize inventories, the following adjustments are required to arrive at the net expenditures reported as the statutory appropriation in the Public Accounts:

Net loss for the year	$ 6,630,645
Add:	
Net equipment acquisitions	8,573,262
Increase in inventories:	
Materials	2,983,427
Land	2,097,383
Gravel	18,923,653
	39,208,370
Less: Depreciation	8,057,194
Statutory appropriation for the year	$31,151,176

Note 6 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

TRANSPORTATION REVOLVING FUND
SCHEDULE OF INCOME (LOSS) ON EQUIPMENT RENTAL OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
RENTAL REVENUE	$27,591,034	$32,782,317
EQUIPMENT MAINTENANCE AND OPERATING EXPENSES		
Labour	8,603,374	7,865,757
Parts	7,531,039	7,243,581
Diesel fuel	3,222,447	2,894,732
Gasoline	3,195,277	2,620,994
Blades	—	2,242
Tires	1,120,713	1,065,972
Lubrication	676,419	624,235
Miscellaneous	673,092	898,827
	25,022,361	23,216,340
Less: Internal equipment rentals	—	816,984
	25,022,361	22,399,356
Depreciation	8,057,194	8,380,582
	33,079,555	30,779,938
INCOME (LOSS) ON EQUIPMENT RENTAL OPERATIONS	$(5,488,521)	$ 2,002,379

Schedule 2

TRANSPORTATION REVOLVING FUND
SCHEDULE OF RECOVERIES ON SALE OF INVENTORIES
FOR THE YEAR ENDED MARCH 31, 1986

	1986			1985
	Sales	Cost of Sales	Net	Net
Parts and supplies	$20,948,493	$18,991,243	$1,957,250	$2,162,484
Lumber	729,172	706,543	22,629	22,872
	$21,677,665	$19,697,786	$1,979,879	$2,185,356

LAND PURCHASE FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Land Purchase Fund as at March 31, 1986 and the statements of income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 23, 1986

LAND PURCHASE FUND
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSETS		
Cash	$ 24,925,495	$ 9,918,995
Accounts receivable	220,339	222,797
Land and buildings inventory (Note 3)	235,944,987	226,233,770
	$261,090,821	$236,375,562
LIABILITIES AND RETAINED EARNINGS		
Liabilities:		
Accounts payable	$ 1,026,602	$ 7,731,654
Mortgage payable (Note 3)	280,000	280,000
Payable to the General Revenue Fund:		
Current account	33,451	89,958
Advances	253,000,000	223,000,000
	254,340,053	231,101,612
Retained earnings	6,750,768	5,273,950
	$261,090,821	$236,375,562

The accompanying notes are part
of these financial statements.

LAND PURCHASE FUND
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Income:		
Rental income	$ 988,109	$ 852,038
Rental expense and mortgage interest	323,519	359,913
Net rental income	664,590	492,125
Interest received on transfer of land to the General Revenue Fund	5,143,335	450,618
Other	—	100
Net income	5,807,925	942,843
Retained earnings at beginning of year	5,273,950	4,331,107
	11,081,875	5,273,950
Remittance to the General Revenue Fund	4,331,107	—
Retained earnings at end of year	$ 6,750,768	$5,273,950

LAND PURCHASE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Operating transactions:		
Net income	$ 5,807,925	$ 942,843
Increase (decrease) in payables	(6,761,559)	4,948,065
Decrease in receivables	2,458	20,391
Reimbursement from the General Revenue Fund of cost of land transferred thereto	11,499,772	851,237
Acquisitions of land	(21,210,989)	(35,828,564)
Cash required for operating transactions	(10,662,393)	(29,066,028)
Financing transactions:		
Advances from the General Revenue Fund	30,000,000	26,000,000
Remittance of retained earnings to the General Revenue Fund	(4,331,107)	—
Cash provided by financing transactions	25,668,893	26,000,000
Increase (decrease) in cash	15,006,500	(3,066,028)
Cash at beginning of year	9,918,995	12,985,023
Cash at end of year	$ 24,925,495	$ 9,918,995

LAND PURCHASE FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Land Purchase Fund operates under the authority of the Government Land Purchases Act, Chapter G-8, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

Land and buildings are held pending future use by the Province and are carried at their cost to the Fund less any proceeds of sundry disposals. The Act provides authority for reimbursement of the Fund by a transfer from the General Revenue Fund of an amount which includes the cost of each acquisition and interest thereon determined by the Provincial Treasurer. The interest is reflected in income at the time of transfer.

Note 3 Mortgage Payable

Land costing $481,785 is pledged as security for a mortgage bearing interest at 12 1/2% per annum and maturing on June 1, 1986.

Note 4 Interest Income

Interest income earned on cash deposits is credited directly to the General Revenue Fund and is not reflected in these financial statements.

Note 5 Administration Costs

Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 6 Contingencies

Claims pending in respect of additional compensation for land acquired under expropriation proceedings amounted to $9,441,600 (1985 - $5,688,000). The actual liability, if any, cannot be determined until expropriation proceedings are completed.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

TREASURY REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Treasury Revolving Fund as at March 31, 1986 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding period.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 11, 1986

TREASURY REVOLVING FUND
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Accounts receivable (Note 3)	$150,519	$141,268
Fixed: (Note 4)		
Fixed assets, at cost	22,623	13,231
Less: Accumulated depreciation	5,024	612
	17,599	12,619
	$168,118	$153,887
LIABILITIES		
Current:		
Accounts payable	$ 26,949	$ 21,399
Advances from the General Revenue Fund	141,169	132,488
	$168,118	$153,887

The accompanying notes are part
of these financial statements.

TREASURY REVOLVING FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1986

	For the Year Ended March 31, 1986	For the Period May 31, 1984 to March 31, 1985
Service revenue (Note 5)	$2,567,212	$1,609,243
Expenditure:		
Insurance and other services	$2,114,925	$1,305,937
Salaries, wages and benefits	415,404	283,735
Travel, freight, postage and telephone	12,770	8,653
Bank charges	10,487	4,292
Materials and supplies	9,214	6,014
Depreciation	4,412	612
	$2,567,212	$1,609,243

TREASURY REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Treasury Revolving Fund operates under the authority of the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended. Section 18.1 of the Act which authorizes the establishment of the Fund came into force on May 31, 1984. The Fund commenced activities on July 1, 1984.

Note 2 Significant Accounting Policies and Reporting Practices

Depreciation

Fixed assets are depreciated on a straight line basis over the estimated useful life of the assets. The estimated useful life for each fixed asset category is as follows:

Computer hardware and software	3 years
Office equipment	5 years

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Accounts Receivable

Accounts receivable consist of the following:

	1986	1985
Alberta Municipal Financing Corporation	$ 83,077	$ 84,870
General Revenue Fund	33,954	34,630
Alberta Government Telephones Commission	24,113	21,001
Other	9,375	767
	$150,519	$141,268

Note 4 Fixed Assets

Fixed assets are summarized as follows:

	1986			1985
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Computer hardware and software	$21,780	$4,743	$17,037	$11,889
Office equipment	843	281	562	730
	$22,623	$5,024	$17,599	$12,619

Note 5 Segmented Information

Segmented information on service revenue is as follows:

	1986	1985
Insurance	$2,062,779	$1,253,167
Securities administration	271,250	176,702
Corporate management	233,183	179,374
	$2,567,212	$1,609,243

Note 6 Administration Costs

Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

GAS ALBERTA OPERATING FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of
Transportation and Utilities

I have examined the balance sheet of the Gas Alberta Operating Fund as at March 31, 1986 and the statement of operations and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 25, 1986

GAS ALBERTA OPERATING FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Operating:		
Current:		
Cash	$ 4,350,236	$ 4,303,811
Accounts receivable	13,436,837	12,322,051
Natural gas rebates receivable (Note 3)	3,254,762	3,155,449
	21,041,835	19,781,311
Trust:		
Cash	262,450	176,385
	$21,304,285	$19,957,696
LIABILITIES AND SURPLUS		
Operating:		
Current:		
Accounts payable	$ 8,495,914	$ 7,963,768
Provincial Treasurer's advance	12,022,000	12,022,000
Surplus (deficit)	523,921	(204,457)
	21,041,835	19,781,311
Trust:		
Amounts due to rural gas co-operative associations	262,450	176,385
	$21,304,285	$19,957,696

The accompanying notes are part
of these financial statements.

GAS ALBERTA OPERATING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Sale of natural gas (Note 3)	$36,122,944	$32,855,961
Billing services revenue	198,211	204,589
Interest	19,426	10,038
	36,340,581	33,070,588
EXPENDITURE		
Purchase of natural gas	38,283,621	35,331,657
Less: Natural gas rebates (Note 4)	6,456,028	5,731,092
	31,827,593	29,600,565
Pipeline operators' charges	4,126,895	4,264,807
Well operators' charges	69,915	91,117
	36,024,403	33,956,489
Operating surplus (deficit) for the year	316,178	(885,901)
Contribution by the Province of Alberta, Department of Utilities	412,200	617,700
Surplus (deficit) for the year	728,378	(268,201)
Surplus (deficit) at beginning of year	(204,457)	63,744
Surplus (deficit) at end of year	$ 523,921	$ (204,457)

GAS ALBERTA OPERATING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Gas Alberta Operating Fund operates under the authority of the Rural Gas Act, Chapter R-19, Revised Statutes of Alberta 1980.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

(a) Trust

The Fund operates a retail billing system to provide billing services to certain rural gas co-operative associations. These transactions are excluded from the Statement of Operations but the cash held and amounts payable by the Fund are disclosed as trust amounts in the balance sheet.

(b) Administration costs

Accommodation, basic office furnishings, administrative salaries and other administrative costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

(c) Interest

Interest earned on cash balances is credited to the General Revenue Fund, and is not reflected in these financial statements.

(d) Allowance for doubtful accounts

The Fund provides for specific losses on accounts receivable as well as a general allowance for possible losses.

(e) Changes in financial position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Sale of Natural Gas

During the year the Fund incorporated utility companies income tax rebates in the calculation of the average selling price of natural gas to rural gas distributors and the sale of natural gas is reported net of these rebates. In prior years a gross selling price basis was used to report the sale of natural gas, and the utility companies income tax rebates were reported as expenditures for pipeline operators' charges. The 1985 figures have been reclassified to conform to 1986 presentation.

Note 4 Natural Gas Rebates

Natural gas rebates are receivable under the terms of the Natural Gas Rebates Act, Chapter N-5, Revised Statutes of Alberta 1980 and the Natural Gas Pricing Agreement Act, Chapter N-4, Revised Statutes of Alberta 1980. The gross cost of natural gas purchases is reduced by the following rebates:

	1986	1985
Province of Alberta, Department of Utilities	$6,364,866	$5,519,879
Alberta Petroleum Marketing Commission	91,162	211,213
	$6,456,028	$5,731,092

Note 5 Approval of Financial Statements

These financial statements were approved by management.

SECTION 4

1985-86
PUBLIC ACCOUNTS

REGULATED FUNDS - FINANCIAL STATEMENTS

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REGULATED FUNDS - FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1986

Introduction:

Section 1(1)(s) of the Financial Administration Act defines a regulated fund as "a fund containing public money except public money

(i) forming part of the General Revenue Fund,
(ii) received by a revenue officer for deposit in the General Revenue Fund that has not been deposited in the General Revenue Fund,
(iii) owned or held by a Provincial agency, or
(iv) invested under the authority of a Heritage Fund vote in an investment that, when made, forms part of the Capital Projects Division of the Alberta Heritage Savings Trust Fund, but does not include a revolving fund or the Treasury Branches Deposits Fund".

Regulated funds are comprised of public money that is not part of the General Revenue Fund because of its special disposition by the Legislature, or public money that has been paid out of the General Revenue Fund into a designated fund by authority of an Act of the Legislature or a supply vote.

That part of a regulated fund that is made up of payments under a supply vote, that is not charged with a liability at the fiscal year end, lapses and is returned to the General Revenue Fund.

Trust funds are included in the definition of regulated funds but, because they represent funds over which the Legislature has no power of appropriation, they are not included in the consolidated financial statements of the Province; they are shown separately in Section 8 - Trust Funds.

Regulated funds exclusive of trust funds are included in the consolidated financial statements of the Province, after adjustment of the accounts to the same basis of accounting as used for the General Revenue Fund.

LOAN FUNDS
SUMMARY FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Summary Statement of Assets and Liabilities
Summary Statement of Transactions
Notes to the Summary Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the summary statement of assets and liabilities of the Loan Funds as at March 31, 1986 and the summary statement of transactions for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these summary financial statements present fairly the financial position of the Loan Funds as at March 31, 1986 and their transactions for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
September 18, 1986

LOAN FUNDS
SUMMARY STATEMENT OF ASSETS AND LIABILITIES
MARCH 31, 1986

	Homestead Lease Loan Fund	Rural Electrification Revolving Fund	Students Loan Fund	Total 1986	Total 1985
ASSETS:					
Cash	$ 3,303	$ 679,227	$ 20,770	$ 703,300	$ 1,081,396
Accounts receivable	—	—	2,145	2,145	1,400
Loans receivable (Note 3)	4,687	52,822,724	272,621	53,100,032	47,259,857
Accrued interest	3,122	394,756	118,787	516,665	502,286
	$ 11,112	$53,896,707	$ 414,323	$54,322,142	$48,844,939
LIABILITIES:					
Accounts payable	$ —	$ 325	$ —	$ 325	$ —
Payable to the General Revenue Fund:					
Current account	3,122	465,186	153,186	621,494	612,667
Advances	7,990	53,431,196	261,137	53,700,323	48,232,272
	$ 11,112	$53,896,707	$ 414,323	$54,322,142	$48,844,939

The accompanying notes are part of these summary financial statements.

LOAN FUNDS
SUMMARY STATEMENT OF TRANSACTIONS
FOR THE YEAR ENDED MARCH 31, 1986

	Homestead Lease Loan Fund	Rural Electrification Revolving Fund	Students Loan Fund	Total 1986	Total 1985
RECEIPTS:					
Loan principal repayments	$ 928	$ 3,366,482	$ 13,696	$ 3,381,106	$ 3,917,003
Advances from the General Revenue Fund	—	5,500,000	—	5,500,000	1,500,000
Loan interest	—	953,218	5,099	958,317	960,963
Funds collected for distribution to members	—	3,824	—	3,824	27,696
Interest on deposits	—	—	1,282	1,282	2,318
	928	9,823,524	20,077	9,844,529	6,407,980
DISBURSEMENTS:					
Loans	—	9,236,303	—	9,236,303	5,341,230
Interest transferred to the General Revenue Fund	—	955,321	9,311	964,632	983,709
Repayment of advances to the General Revenue Fund	—	—	18,191	18,191	208,532
Funds distributed to members	—	3,499	—	3,499	28,838
	—	10,195,123	27,502	10,222,625	6,562,309
Net receipts (disbursements) for the year	928	(371,599)	(7,425)	(378,096)	(154,329)
Cash at beginning of year	2,375	1,050,826	28,195	1,081,396	1,235,725
Cash at end of year	$ 3,303	$ 679,227	$ 20,770	$ 703,300	$ 1,081,396

LOAN FUNDS
NOTES TO THE SUMMARY FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authorities

The authority for operating each of the Loan Funds is as follows:

(a) Homestead Lease Loan Fund - the Homestead Lease Loan Act, Chapter H-9, Revised Statutes of Alberta 1980.

(b) Rural Electrification Revolving Fund - the Rural Electrification Revolving Fund Act, Chapter R-18, Revised Statutes of Alberta 1980, as amended.

(c) Students Loan Fund - the Students Finance Act, Chapter S-24, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

(a) All interest earned on the deposits of and on the loans made by the Funds is transferred to the General Revenue Fund.

(b) The cost of bad debts relating to loans and interest receivable is borne by the General Revenue Fund. Bad debt write-offs are reflected in the summary statement of assets and liabilities by reducing the amount payable to the General Revenue Fund.

Note 3 Loans Receivable

Loans bearing interest at 3 1/2 percent (Part 1) and interest free loans (Part 2) are provided from the Rural Electrification Revolving Fund for the construction of new electrical services on farms. Part 1 loans have fixed repayment schedules of 10 and 25 years and Part 2 loans are repaid if and when additional use is made of constructed services.

	1986	1985
Part 1 Loans	$29,875,170	$26,863,196
Part 2 Loans	22,947,554	20,094,069
	$52,822,724	$46,957,265

Note 4 Commitments

As at March 31, 1986, the Rural Electrification Revolving Fund had commitments totalling $1,116,597 (1985 $526,290) in respect of loans approved but not disbursed.

Note 5 Interest

Interest earned on deposits of the Rural Electrification Revolving Fund and the Homestead Lease Loan Fund is credited directly to the General Revenue Fund and is not reflected in these summary financial statements.

Note 6 Administration Costs

The Funds are not charged with the administration expenses incurred in their operations as these expenses are reflected in the program costs of the Departments that administer the Funds.

Note 7 Comparative Figures

Receipts and disbursements, each in the amount of $187,629, relating to the Municipal Loans Revolving Fund, which discontinued operations during 1984-85, are included in the comparative figures in the summary statement of transactions.

Note 8 Approval of Summary Financial Statements

These summary financial statements were approved by management.

THE HORNED CATTLE PURCHASES ACT TRUST ACCOUNT
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Agriculture

I have examined the balance sheet of the Horned Cattle Purchases Act Trust Account as at March 31, 1986 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Trust Account as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 7, 1986

THE HORNED CATTLE PURCHASES ACT TRUST ACCOUNT
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Cash	$1,060,162	$1,287,020
UNEXPENDED FUNDS		
Unexpended funds	$1,060,162	$1,287,020

The accompanying notes are part
of these financial statements.

THE HORNED CATTLE PURCHASES ACT TRUST ACCOUNT
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Interest	$ 117,153	$ 150,448
EXPENDITURE		
Grants:		
Stockmen's Memorial Foundation	100,000	100,000
Department of Agriculture, Animal Health Division	91,800	—
Cattle Market Information Service, Alberta Cattle Commission (Note 3)	87,211	100,828
The University of Alberta, Department of Animal Science	65,000	100,000
Olds College	—	25,000
	344,011	325,828
Excess of expenditure over revenue	226,858	175,380
Unexpended funds at beginning of year	1,287,020	1,462,400
Unexpended funds at end of year	$1,060,162	$1,287,020

THE HORNED CATTLE PURCHASES ACT TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Horned Cattle Purchases Act Trust Account operates under the authority of the Horned Cattle Purchases Act, Chapter H-10, Revised Statutes of Alberta 1980.

Note 2 Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Cattle Market Information Service, Alberta Cattle Commission

The grant comprises:

1985/86 grant	$97,744
Less: Refund by the Alberta Cattle Commission of the excess of previous grants made to cover the cost of a study	10,533
	$87,211

Note 4 Approval of Financial Statements

These financial statements have been approved by management.

SCHOOL FOUNDATION PROGRAM FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Education

I have examined the balance sheet of the School Foundation Program Fund as at March 31, 1986 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 1, 1986

SCHOOL FOUNDATION PROGRAM FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$1,371,774	$93,950
Due from the Province of Alberta	2,198,878	—
	$3,570,652	$93,950
LIABILITIES		
Current:		
Grants payable	$3,570,652	$93,360
Due to the Province of Alberta	—	590
	$3,570,652	$93,950

The accompanying notes are part
of these financial statements.

SCHOOL FOUNDATION PROGRAM FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Contributions from the Province of Alberta, Department of Education	$ 868,604,378	$832,435,010
Contributions from municipalities on equalized assessment	147,984,154	153,075,211
	1,016,588,532	985,510,221
EXPENDITURE		
Grants to school authorities, in respect of years ended:		
December 31, 1986	248,695,672	—
December 31, 1985	764,499,804	239,909,919
December 31, 1984 and prior	3,393,056	745,600,302
	1,016,588,532	985,510,221
	$ —	$ —

SCHOOL FOUNDATION PROGRAM FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The School Foundation Program Fund operates under the authority of the School Act, Chapter S-3, Revised Statutes of Alberta 1980.

Note 2 Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Expenses

Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 5 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA PETROLEUM INCENTIVES PROGRAM FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Energy

I have examined the balance sheet of the Alberta Petroleum Incentives Program Fund as at March 31, 1986 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 26, 1986

ALBERTA PETROLEUM INCENTIVES PROGRAM FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$ 2,673,623	$ 7,513,448
Incentive grant overpayments receivable, including accrued interest (less allowance for doubtful accounts of $7,655,226; 1985 $6,882,093)	26,032,829	9,875,329
Due from the General Revenue Fund	255,031,089	266,940,304
	$283,737,541	$284,329,081
LIABILITIES		
Current:		
Incentive grants and interest payable	$283,737,541	$284,329,081
	$283,737,541	$284,329,081

The accompanying notes are part
of these financial statements.

ALBERTA PETROLEUM INCENTIVES PROGRAM FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Transfer of non-renewable resource revenue from the General Revenue Fund	$490,760,054	$437,496,632
Interest income	6,355,678	5,605,113
Fees for advance rulings	3,625	738
	497,119,357	443,102,483
EXPENDITURE		
Incentive grants:		
Exploration	239,860,150	199,726,278
Development	119,685,818	104,815,626
Geophysical	49,339,868	68,023,748
Unit agreement	11,724,325	12,731,845
Asset cost	10,747,298	7,205,049
Internal overheads and overhead allowance	57,156,084	37,773,603
	488,513,543	430,276,149
Administration and other expenses (Note 3)	7,669,268	8,026,523
Provision for doubtful debts	936,546	4,799,811
	497,119,357	443,102,483
	$ —	$ —

ALBERTA PETROLEUM INCENTIVES PROGRAM FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Petroleum Incentives Program Fund operates under the authority of the Petroleum Incentives Program Act, Chapter P-4.1, Statutes of Alberta 1981.

Note 2 Significant Accounting Policies and Reporting Practices

General

These statements have been prepared in accordance with generally accepted accounting principles except that purchases of fixed assets are charged to administration and other expenses (Note 3).

Incentive grants

Incentive grant applications received after the year end of the Fund but prior to July 1, that relate to expenditures made by industry to March 31, are accrued.

Accrued grant applications are recorded at 87.2% (1985 - 91.4%) of the amount claimed unless the applications have been subjected to full assessment procedures. This adjustment is based on the reduction in the amount claimed that normally occurs during the assessment process.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration and Other Expenses

Administration and other expenses are charged to the Fund pursuant to section 3(8) of the Act. Costs incurred during the year ended March 31, 1986 by the General Revenue Fund in connection with the administration of the Fund are summarized below:

	1986	1985
Salaries, wages and payments to contract employees	$4,193,377	$4,212,248
Professional, technical and labour services	1,816,608	1,747,406
Data processing services	604,977	860,712
Employee benefits	456,832	420,031
Materials and supplies	181,208	229,359
Equipment purchases	179,344	307,871
Repairs and maintenance	110,387	93,079
Allowances and supplementary benefits	40,841	39,136
Travel expenses	31,749	30,559
Rentals	19,774	58,683
Freight and postage	15,157	7,181
Telephone and communications	8,776	11,821
Advertising	6,234	4,723
Hospitality	4,004	3,114
Other purchased services	—	600
	$7,669,268	$8,026,523

Note 4 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 5 Approval of Financial Statements

These financial statements have been approved by management.

FOREST DEVELOPMENT RESEARCH TRUST FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Council of the Forest Development
Research Trust Fund

I have examined the balance sheet of the Forest Development Research Trust Fund as at March 31, 1986 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 16, 1986

FOREST DEVELOPMENT RESEARCH TRUST FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$178,225	$191,572
LIABILITIES		
Current:		
Research grants payable	$ 61,535	$ 64,871
Accounts payable	575	575
Unexpended funds	116,115	126,126
	$178,225	$191,572

The accompanying notes are part
of these financial statements.

FOREST DEVELOPMENT RESEARCH TRUST FUND
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Contributions by the Province of Alberta (Note 3)	$100,000	$100,000
Interest	18,300	22,812
Donations	115	—
	118,415	122,812
EXPENDITURE		
Research grants	127,851	139,698
Council members' fees and expenses	575	575
	128,426	140,273
Excess of expenditure over revenue	10,011	17,461
Unexpended funds at beginning of year	126,126	143,587
Unexpended funds at end of year	$116,115	$126,126

FOREST DEVELOPMENT RESEARCH TRUST FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Forest Development Research Trust Fund operates under the authority of the Forest Development Research Trust Fund Act, Chapter F-13, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

Administration Expenses

Salaries, accommodation, and other overhead costs incurred in the administration of the Fund have been paid by the Province of Alberta and are not reflected in these financial statements.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Contributions by the Province of Alberta

The Department of Forestry, Lands and Wildlife provides contributions annually for research and council members' expenditure incurred by the Fund. Where expenditure is less than the contributions in any given year, the balance is repayable to the General Revenue Fund of the Province.

Note 4 Commitments

As at March 31, 1986, the Fund had research grant commitments totalling $112,235 (1985 $136,869).

Note 5 Approval of Financial Statements

These financial statements were approved by management.

HEALTH CARE INSURANCE FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Hospitals and
Medical Care

I have examined the balance sheet of the Health Care Insurance Fund as at March 31, 1986 and the statement of revenue and expenditure and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 31, 1986

HEALTH CARE INSURANCE FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$ 58,053,121	$ 82,173,372
Accounts receivable (Note 3)	21,159,003	19,769,790
Due from the Province of Alberta	8,496,063	—
	$ 87,708,187	$101,943,162
LIABILITIES		
Current:		
Bank indebtedness	$ 82,167	$ 4,665,990
Accounts payable	1,910,956	4,280,164
Unexpended funds due to the Province of Alberta	—	6,245,249
Premiums received in advance	2,415,064	2,188,759
Estimated liability for unprocessed and unpresented claims (Note 4)	83,300,000	84,563,000
	$ 87,708,187	$101,943,162

The accompanying notes are part of
these financial statements.

HEALTH CARE INSURANCE FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Premiums earned, net	$204,718,364	$207,373,112
Government of Canada contributions (Note 5)	116,186,168	114,880,568
Interest	6,011,148	10,135,319
	326,915,680	332,388,999
Expenditure:		
Basic health services:		
Medical	549,264,455	508,408,946
Chiropractic	21,524,652	20,587,463
Physiotherapy	15,029,097	12,032,082
Oral surgery	13,488,049	11,268,422
Optometric	9,094,046	8,593,088
Podiatric	2,887,317	2,877,093
	611,287,616	563,767,094
Optional health services, Alberta Blue Cross Plan	87,145,508	74,416,031
Extended health benefits	29,331,987	26,351,128
Out of province hospital costs	21,939,583	18,092,372
Continuing medical education fund contributions	1,623,780	1,560,385
Location incentives	1,556,269	2,013,740
	752,884,743	686,200,750
Excess of expenditure over revenue for the year	425,969,063	353,811,751
Deduct:		
Contributions by the Province of Alberta	425,969,063	353,811,751
	$ —	$ —

HEALTH CARE INSURANCE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Funds were provided from:		
Advances by the Province of Alberta	$417,473,000	$360,057,000
Recoverable payments:		
Reimbursements from Workers' Compensation Board	8,453,486	12,234,054
Hospital costs, reciprocal agreements	35,608,734	33,979,060
Department of Community and Occupational Health sessional payments	5,215,219	4,442,279
Increase (decrease) in premiums received in advance	226,305	(251,727)
	466,976,744	410,460,666
Funds were applied to:		
Excess of expenditure over revenue	425,969,063	353,811,751
Payments made on behalf of:		
Workers' Compensation Board	9,344,808	10,765,545
Hospital costs, reciprocal agreements	35,751,605	32,325,211
Department of Community and Occupational Health sessional payments	5,092,412	4,932,345
Reimbursement of unexpended funds to the Province of Alberta	6,245,249	18,325,780
Increase (decrease) in premiums receivable and other accounts receivable	477,827	(657,632)
Decrease (increase) in accounts payable	2,369,208	(2,323,923)
Decrease (increase) in estimated liability for unprocessed and unpresented claims	1,263,000	(6,659,000)
	486,513,172	410,520,077
Decrease in funds	(19,536,428)	(59,411)
Funds at beginning of year	77,507,382	77,566,793
Funds at end of year	$ 57,970,954	$ 77,507,382
Represented by:		
Cash	$ 58,053,121	$ 82,173,372
Bank indebtedness	(82,167)	(4,665,990)
	$ 57,970,954	$ 77,507,382

HEALTH CARE INSURANCE FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Health Care Insurance Fund operates under the authority of the Alberta Health Care Insurance Act, Chapter A-24, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

Government of Canada Contributions

Government of Canada contributions are received pursuant to provisions of the Federal-Provincial Fiscal Arrangements and Established Programs Financing Act, 1977 (Canada) and represent amounts deemed by the Provincial Treasurer to be contributions to the Province of Alberta with respect to health care. These contributions are subject to adjustments and due to the unavailability of information regarding adjustments to previous years' contributions, or to the current year's contributions, this source of revenue is reported on the basis of amounts received during the year.

Administration Expenses

Costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 3 Accounts Receivable

Accounts receivable consist of the following:

	1986	1985
Premiums, less allowance for uncollectible accounts and adjustments	$14,735,348	$14,643,233
Hospital costs, reciprocal agreements	2,257,746	2,114,875
Workers' Compensation Board payments	1,884,699	993,377
Department of Community and Occupational Health sessional payments	1,791,833	1,914,640
Other	489,377	103,665
	$21,159,003	$19,769,790

Note 4 Estimated Liability for Unprocessed and Unpresented Claims

The estimated liability for unprocessed and unpresented claims consists of the following:

	1986	1985
Basic health services	$57,832,000	$61,954,000
Optional health services, Alberta Blue Cross Plan	11,600,000	10,470,000
Out of province hospital costs	7,952,000	5,671,000
Extended health benefits	3,202,000	4,454,000
Location incentives	2,714,000	2,014,000
	$83,300,000	$84,563,000

The above amounts pertaining to basic health services, out of province hospital costs and extended health benefits consist of actual payments during April and May for service dates prior to April 1 together with an estimated additional liability based on historical information about the relationships between service and payment dates. The amounts pertaining to optional health services, Alberta Blue Cross Plan have been determined from information provided by the Plan. The amounts for location incentives are based on claim submissions for earlier program years.

Note 5 Government of Canada Contributions

Government of Canada contributions consist of the following:

	1986	1985
Contributions pertaining to the current fiscal year	$112,071,168	$ 99,467,312
Contributions pertaining to previous fiscal years	4,115,000	15,413,256
	$116,186,168	$114,880,568

Amounts withheld during the year by the Government of Canada under the Canada Health Act in respect of financial penalties for extra billing by medical practitioners were $9,216,000 (1985 $8,109,000). These amounts are recoverable by the Province of Alberta if, in the opinion of the Federal Minister responsible for the Canada Health Act, extra billing is eliminated on or before March 31, 1987.

Note 6 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA PLANNING FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Equity
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Alberta
Planning Board

I have examined the balance sheet of the Alberta Planning Fund as at March 31, 1986 and the statement of revenue, expenditure and fund equity for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
May 16, 1986

ALBERTA PLANNING FUND
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSETS		
Cash	$2,787,341	$3,693,690
Requisitions receivable	17,991	—
	$2,805,332	$3,693,690
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	$ 93,754	$ 88,361
Fund equity	2,711,578	3,605,329
	$2,805,332	$3,693,690

The accompanying notes are part
of these financial statements.

ALBERTA PLANNING FUND
STATEMENT OF REVENUE, EXPENDITURE AND FUND EQUITY
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Requisitions on municipalities	$ 3,826,628	$ 4,051,262
Contributions from the Province of Alberta, Department of Municipal Affairs	5,932,438	6,932,438
Interest	371,869	443,112
	10,130,935	11,426,812
Expenditure:		
Contributions to Regional Planning Commissions:		
Operating costs (Note 3)	10,976,086	10,633,509
Capital expenditures	25,000	—
Special projects	5,300	131,673
	11,006,386	10,765,182
Contributions to Special Planning Project	18,300	—
	11,024,686	10,765,182
Excess of revenue over expenditure	(893,751)	661,630
Fund equity at beginning of year	3,605,329	2,943,699
Fund equity at end of year	$ 2,711,578	$ 3,605,329

ALBERTA PLANNING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 **Authority**

The Alberta Planning Fund operates under the authority of the Planning Act, Chapter P-9, Revised Statutes of Alberta 1980.

Note 2 **Significant Accounting Policies and Reporting Practices**

Contributions to Regional Planning Commissions

Contributions towards operating costs are recorded as expenditures of the fiscal year in which they are paid.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 **Contributions to Regional Planning Commissions**

Contributions for operating costs were authorized as follows:

	1986	1985
Basic	$10,548,595	$10,341,141
Supplementary	427,491	292,368
	$10,976,086	$10,633,509

Note 4 **Administration Expenditures**

Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 5 **Approval of Financial Statements**

These financial statements have been approved by management.

MOTOR VEHICLE ACCIDENT CLAIMS FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Balance
Notes to the Financial Statements

AUDITOR'S REPORT

To the Solicitor General

I have examined the balance sheet of the Motor Vehicle Accident Claims Fund as at March 31, 1986 and the statement of revenue, expenditure and fund balance for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied, after giving retroactive effect to the change in accounting policy as explained in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
September 10, 1986

MOTOR VEHICLE ACCIDENT CLAIMS FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Cash	$37,611,433	$27,001,913
Due from Province of Alberta	1,121,829	3,155,228
	$38,733,262	$30,157,141
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 802,802	$ 469,856
Fund balance	37,930,460	29,687,285
	$38,733,262	$30,157,141

The accompanying notes are part of these financial statements.

MOTOR VEHICLE ACCIDENT CLAIMS FUND
STATEMENT OF REVENUE, EXPENDITURE AND FUND BALANCE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Fees	$ 9,544,066	$ 8,059,832
Interest	3,128,636	2,768,458
Recoveries	655,015	646,948
Sale of abandoned vehicles	142,376	102,538
	13,470,093	11,577,776
Expenditure:		
Personal injury	3,422,280	2,671,385
Property damage	1,049,113	1,116,372
Taxed court costs	255,996	224,840
Hospital, medical and ambulance costs	185,054	229,422
Abandoned vehicles	116,684	119,704
Agents' fees	80,362	54,732
Appraisal fees	71,544	76,087
Court reporting fees	17,480	22,916
Miscellaneous	28,405	22,478
	5,226,918	4,537,936
Excess of revenue over expenditure	8,243,175	7,039,840
Fund balance at beginning of year	29,687,285	22,647,445
Fund balance at end of year	$37,930,460	$29,687,285

MOTOR VEHICLE ACCIDENT CLAIMS FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Motor Vehicle Accident Claims Fund operates under the authority of the Motor Vehicle Accident Claims Act, Chapter M-21, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

a) General

These financial statements have been prepared in accordance with generally accepted accounting principles except that amounts paid from the Fund on behalf of uninsured drivers are reported as expenditure. These payments are legally recoverable from the individual uninsured drivers but only a small portion is actually collectable. The amounts recovered are reported as revenue in the year they are collected.

Fees consist of amounts charged in accordance with section 3 of the Act upon registration of motor vehicles and are reported as revenue in the fiscal year in which they are collected.

b) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Change in Accounting Policy

In 1986, the method of financial reporting was retroactively changed from a cash basis to an accrual basis. A balance sheet has been presented for the first time and includes comparative figures for the previous year. The effect of the change in accounting policy on the operating results for the year is summarized as follows:

	1986	1985
Excess of revenue over expenditure on an accrual basis	$ 8,243,175	$7,039,840
Excess of receipts over payments on a cash basis	10,609,521	4,544,330
Increase (decrease)	$(2,366,346)	$2,495,510

Note 4 Administration Expenses

Salary, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 5 Contingent Liabilities

At March 31, 1986, the Fund is contingently liable with respect to legal claims in process. Based on previous experience it is estimated that the final cost of these claims will total approximately $10,500,000.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA HERITAGE FOUNDATION FOR MEDICAL RESEARCH ENDOWMENT FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Investments

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Alberta Heritage Foundation for Medical Research Endowment Fund as at March 31, 1986 and the statements of income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 8, 1986

ALBERTA HERITAGE FOUNDATION FOR MEDICAL RESEARCH ENDOWMENT FUND
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSETS		
Cash (Note 3)	$ 20,542,016	$ 30,631,675
Accrued interest and accounts receivable	11,135,407	12,113,947
Investments, Schedule 1	407,324,765	389,799,738
	$439,002,188	$432,545,360
ENDOWMENT AND RETAINED EARNINGS		
Endowment (Note 5)	$300,000,000	$300,000,000
Retained earnings (Note 5)	139,002,188	132,545,360
	$439,002,188	$432,545,360

The accompanying notes are part of these financial statements.

ALBERTA HERITAGE FOUNDATION FOR MEDICAL RESEARCH ENDOWMENT FUND
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Income:		
Investment income	$ 49,350,151	$ 48,350,588
Net gains on disposals of investments	1,672,883	2,600,282
Amortization of deferred realized gains and losses on investments	731,127	444,460
Provision for decline in market value and write-down of investments	(297,333)	(1,400,000)
Net income (Note 4)	51,456,828	49,995,330
Retained earnings at beginning of year	132,545,360	114,550,030
	184,002,188	164,545,360
Transfer to the Alberta Heritage Foundation for Medical Research	45,000,000	32,000,000
Retained earnings at end of year	$139,002,188	$132,545,360

ALBERTA HERITAGE FOUNDATION FOR MEDICAL RESEARCH ENDOWMENT FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Operating transactions:		
Net income	$ 51,456,828	$ 49,995,330
Non-cash items:		
Amortization of discount/premium on investments, net	(6,078,463)	(3,615,712)
Amortization of deferred realized gains and losses on investments	(731,127)	(444,460)
Net gains on disposals of investments	(1,672,883)	(2,600,282)
Provision for decline in market value and write-down of investments	297,333	1,400,000
Decrease in receivables	978,540	1,201,408
Decrease in payables	—	(87,678)
Cash provided by operating transactions	44,250,228	45,848,606
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments	171,008,567	157,791,542
Investments	(181,673,853)	(157,399,230)
Deferred realized gains and losses on investments	1,325,399	772,943
Cash provided by (applied to) investing transactions	(9,339,887)	1,165,255
Transfer to the Alberta Heritage Foundation for Medical Research	(45,000,000)	(32,000,000)
Increase (decrease) in cash	(10,089,659)	15,013,861
Cash at beginning of year	30,631,675	15,617,814
Cash at end of year	$ 20,542,016	$ 30,631,675

ALBERTA HERITAGE FOUNDATION FOR MEDICAL RESEARCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Heritage Foundation for Medical Research Endowment Fund operates under the authority of the Alberta Heritage Foundation for Medical Research Act, Chapter A-26, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

(a) Bonds, bond coupons and residuals, mid-term money market securities and mortgages are carried at cost adjusted for deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

(a) Common and preferred shares, warrants, pooled equity trust units and short-term money market securities are carried at cost.

Realized gains and losses on disposals of these investments are included in the determination of net income.

(b) Investments in real estate are carried at the lower of cost and appraised value (see Schedule 1 Note (c)).

Rental income less expenses is included in the determination of investment income of the Fund as participating interest received or accrued on the debentures. (See Schedule 1 Note (c)).

Realized gains and losses on disposals of these investments are included in the determination of net income.

(c) The cost of investments includes the amount of applicable amortization of discount or premium using the straight line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis.

(d) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

(e) Cash, accrued interest and accounts receivable, short-term money market securities and accounts payable denominated in foreign currency are translated at the rate of exchange in effect at the balance sheet date. Investments, other than short-term money market securities, and revenue items are translated at historical exchange rates.

Gains and losses arising from the translation of foreign currencies are included in the determination of net income except unrealized exchange gains or losses relating to hedged monetary assets which are deferred.

Amounts deferred are included in accounts payable.

Note 3 Cash

	1986	1985
Deposit in the Consolidated Cash Investment Trust Fund	$18,653,566	$30,327,509
U.S. dollar bank accounts	1,888,450	304,166
	$20,542,016	$30,631,675

Note 4 Segmented Information

Segmented information on net income is as follows:

	1986	1985
Cash	$ 3,181,256	$ 1,919,689
Bonds	28,471,398	26,243,987
Bond coupons and residuals	10,580,649	8,578,828
Money market securities	3,882,928	8,283,647
Mortgages	2,110,671	700,418
Common and preferred shares, warrants and pooled equity trust units	3,387,942	4,262,521
Real estate	(158,016)	6,240
	$51,456,828	$49,995,330

Note 5 Endowment

The endowment was received from the Alberta Heritage Savings Trust Fund on March 31, 1980. The Alberta Heritage Foundation for Medical Research Act provides that money required by the Foundation for the furtherance of its objects shall be paid from the Fund, but no money shall be paid out of the Fund if the payment would result in the value of the assets of the Fund, at cost, being less than the endowment received by the Fund.

Note 6 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to the 1986 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA HERITAGE FOUNDATION FOR MEDICAL RESEARCH ENDOWMENT FUND
INVESTMENTS
MARCH 31, 1986

	1986			1985	
	Par Value	Book Value	Market Value	Book Value	Market Value
Bonds:					
Government of Canada, direct and guaranteed	$205,985,000	$211,560,705	$250,319,722	$191,497,194	$207,884,100
Provincial:					
Alberta, guaranteed	2,000,000	2,015,051	2,044,653	—	—
Other, direct and guaranteed	9,300,000	9,081,664	9,669,381	19,145,119	19,569,200
Corporate	15,976,778	16,370,531	18,247,679	12,816,181	13,102,994
Corporate, convertible	3,507,188	3,468,569	3,612,477	2,968,894	3,095,800
Mid-term money market securities:					
Promissory notes	7,027,540	7,027,540	7,428,120	28,517,265	28,620,600
Certificates of deposit	1,000,000	1,000,000	1,058,472	7,000,000	7,218,000
Mortgages, participating	14,705,997	14,495,916	18,501,199	14,496,303	16,870,074
Bond coupons and residuals:					
Government of Canada, direct		89,666,579	92,951,833	68,557,985	67,141,300
Deferred unamortized realized gains and losses		(4,393,357)	—	(3,799,085)	—
		350,293,198	403,833,536	341,199,856	363,502,068
Short-term money market securities (a):					
Treasury bills:					
Government of Canada		6,597,472	6,597,472	964,770	964,770
Government of the United States of America		6,486,069	6,486,069	—	—
Promissory notes		2,911,210	2,911,210	986,888	986,888
Bankers' acceptances		724,077	724,077	1,720,807	1,720,807
Common and preferred shares, warrants and pooled equity trust units:					
Quoted securities		33,812,129	56,296,281	40,184,683	50,267,949
Unquoted securities (b)		3,321,018	3,249,646	1,480,831	1,386,959
Real estate - cost $3,476,925 (1985 - $3,261,903) (c)		3,179,592	3,179,592	3,261,903	3,261,903
		$407,324,765	$483,277,883	$389,799,738	$422,091,344

(a) The market value of short-term money market securities is estimated to approximate cost.

(b) The market value of unquoted common and preferred shares and warrants is estimated by management appraisal.

(c) Real estate is held through an intermediate company which has issued participating debentures secured by a charge on the real estate. The rental income less expenses is distributed to the Fund as participating interest on the debentures. The market value of real estate is estimated by independent appraisal.

ALBERTA HERITAGE SAVINGS TRUST FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Income, Retained Earnings, Transfers and Fund Equity
Statement of Changes in Financial Position
Capital Projects Division, Statement of Amounts Expended
Notes to the Financial Statements
Schedule of Cash and Marketable Securities
Schedule of Canada Investment Division Investments
Schedule of Alberta Investment Division Investments
Schedule of Energy Investment Division Investments
Schedule of Commercial Investment Division Investments
Schedule of Capital Projects Division Investments

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Alberta Heritage Savings Trust Fund as at March 31, 1986 and the statements of income, retained earnings, transfers and fund equity, changes in financial position and Capital Projects Division amounts expended for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Trust Fund as at March 31, 1986 and the results of its operations, the changes in its financial position and the amounts expended within the Capital Projects Division for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
June 27, 1986

ALBERTA HERITAGE SAVINGS TRUST FUND
BALANCE SHEET
MARCH 31, 1986
(thousands of dollars)

	1986	1985
ASSETS AND DEEMED ASSETS		
Assets:		
Cash and marketable securities, Schedule 1	$ 1,775,012	$ 1,381,135
Accrued interest and accounts receivable	449,800	441,264
Due from the General Revenue Fund	16,988	5,624
Canada Investment Division investments, Schedule 2	1,863,587	1,869,947
Alberta Investment Division investments, Schedule 3	8,177,305	8,150,898
Energy Investment Division investments, Schedule 4	16,250	23,750
Commercial Investment Division investments, Schedule 5	217,272	201,242
Capital Projects Division investments, Schedule 6	199,998	199,999
	12,716,212	12,273,859
Deemed Assets:		
Capital Projects Division investments, Schedule 6	2,402,481	2,162,393
	$15,118,693	$14,436,252
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	$ 23,512	$ 25,708
Fund Equity:		
Represented by net assets	12,692,700	12,248,151
	12,716,212	12,273,859
Represented by deemed assets	2,402,481	2,162,393
	$15,118,693	$14,436,252

The accompanying notes are part of these financial statements.

ALBERTA HERITAGE SAVINGS TRUST FUND
STATEMENT OF INCOME, RETAINED EARNINGS, TRANSFERS AND FUND EQUITY
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Income and Retained Earnings:		
Investment income before the undernoted	$ 1,563,469	$ 1,576,403
Net gain on disposals of investments	111,089	1,890
Write-off and write-down of investments	(6,249)	(1,231)
Net investment income (Note 3)	1,668,309	1,577,062
Administrative expenses (Note 4)	1,446	1,777
Net income	1,666,863	1,575,285
Transfer to the General Revenue Fund (Note 5)	1,666,863	1,575,285
Net increase in retained earnings	—	—
Retained earnings at beginning and end of year	3,262,247	3,262,247
Transfers from the General Revenue Fund:		
Non-renewable resource revenue transfer (Note 6)	684,637	737,198
Cumulative transfers at beginning of year	11,148,297	10,411,099
Cumulative transfers at end of year	11,832,934	11,148,297
Fund equity at end of year	$15,095,181	$14,410,544
Represented by:		
Net assets	$12,692,700	$12,248,151
Deemed assets	2,402,481	2,162,393
	$15,095,181	$14,410,544

ALBERTA HERITAGE SAVINGS TRUST FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Operating transactions:		
Net income	$ 1,666,863	$ 1,575,285
Non-cash items:		
Net gain on disposals of investments	(111,089)	(1,890)
Amortization of discount/premium on investments, net	(5,996)	(6,080)
Write-off and write-down of investments	6,249	1,231
Decrease (increase) in receivables	(19,900)	9,814
Decrease in payables	(2,196)	(11,647)
Cash provided by operating transactions	1,533,931	1,566,713
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments:		
Canada Investment Division	8,300	28,300
Alberta Investment Division	619,991	424,601
Energy Investment Division	7,500	1,250
Commercial Investment Division	47,753	32,696
Capital Projects Division	1	1
Investments:		
Alberta Investment Division	(543,840)	(492,475)
Commercial Investment Division	(57,445)	(33,729)
Capital Projects Division investments	(240,088)	(227,755)
Cash applied to investing transactions	(157,828)	(267,111)
Transfers:		
Non-renewable resource revenue transfer from the General Revenue Fund	684,637	737,198
Transfer to the General Revenue Fund	(1,666,863)	(1,575,285)
Cash applied to transfers	(982,226)	(838,087)
Increase in cash and marketable securities	393,877	461,515
Cash and marketable securities at beginning of year	1,381,135	919,620
Cash and marketable securities at end of year	$ 1,775,012	$ 1,381,135

ALBERTA HERITAGE SAVINGS TRUST FUND
CAPITAL PROJECTS DIVISION
STATEMENT OF AMOUNTS EXPENDED
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

Department/Project	Amounts Authorized	Amounts Expended	Unexpended (Over Expended)
Agriculture			
Farming For The Future	$ 5,000	$ 4,730	$ 270
Food Processing Development Centre	1,365	1,385	(20)
Irrigation Rehabilitation and Expansion	30,000	29,911	89
Energy and Natural Resources			
Alberta Oil Sands Technology and Research Authority	50,000	50,000	—
Environment			
Irrigation Headworks and Main Irrigation Systems Improvement	60,000	54,265	5,735
Land Reclamation	3,000	2,776	224
Oldman River Dam	25,839	—	25,839
Paddle River Basin Development	960	950	10
Executive Council			
Occupational Health and Safety Research and Education	1,000	862	138
Forestry			
Grazing Reserves Development	3,685	3,482	203
Maintaining Our Forests	4,214	4,197	17
Hospitals and Medical Care			
Applied Cancer Research	4,662	4,417	245
Walter C. Mackenzie Health Sciences Centre	44,000	44,000	—
Public Works, Supply and Services			
Capital City Recreation Park	1,000	—	1,000
Fish Creek Provincial Park (Land)	1,780	365	1,415
Recreation and Parks			
Kananaskis Country Recreation Development	19,426	15,165	4,261
Urban Parks	22,155	19,944	2,211
Technology, Research and Telecommunications			
Electronic Products Test Centre	1,385	1,385	—
Microchip Design and Fabrication Facilities	7,750	2,254	5,496
	$287,221	$240,088	$47,133

ALBERTA HERITAGE SAVINGS TRUST FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Heritage Savings Trust Fund operates under the authority of the Alberta Heritage Savings Trust Fund Act, Chapter A-27, Revised Statutes of Alberta 1980, as amended.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles, except as follows:

(a) The investment in Alberta Energy Company Ltd., which represents 37% of the total number of issued and outstanding voting shares of the company, included in the Alberta Investment Division is valued at cost. Income is recognized only to the extent that dividends are received or receivable. The book value of the investment is not adjusted for the Fund's pro rata share of retained earnings of the company.

(b) Capital Projects Division investments represent the aggregate net amount expended from November 4, 1976 to March 31, 1986 under the authority of "Appropriation Acts" passed pursuant to subsection 6(2)(a) of the Alberta Heritage Savings Trust Fund Act. These investments are deemed to be assets of the Trust Fund with a value equal to the amounts expended pursuant to subsection 6(8)(a) of the Alberta Heritage Savings Trust Fund Act. Amounts expended which are recoverable by the Fund are not included in Deemed Assets but are shown separately as assets of the Fund. Amounts expended, not recoverable by the Fund, are shown as Deemed Assets.

(ii) Other significant accounting policies are as follows:

(a) Securities included in the Canada Investment Divison, the Alberta Investment Division, the Energy Investment Division and the Commercial Investment Division are valued at cost. Cost includes the amount of applicable amortization of discount or premium using the straight line method over the life of the securities.

(b) The participation in the Syncrude Project, included in the Alberta Investment Division, is accounted for at cost less amortization and depreciation.

(c) Bonds, bond coupons and residuals and mid-term money market securities included in marketable securities are valued at cost or market value, whichever is lower, on an aggregate basis. Short-term money market securities are valued at cost. Cost includes the amount of applicable amortization of discount or premium using the straight line method over the life of the securities.

(d) The cost of disposals is determined on the average cost basis. Gains and losses arising as a result of disposals and any change in the provision to adjust the cost of marketable securities to the lower of cost or market value, on an aggregate basis, are included in the determination of net investment income.

(e) Investment income is recorded on the accrual basis where there is reasonable assurance as to its measurement and collectability.

(f) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

(g) Marketable securities and payables in respect of forward exchange contracts denominated in foreign currency are translated at the current rate of exchange at the balance sheet date.

Unrealized exchange gains or losses which relate to the translation of hedged monetary assets are deferred.

Amounts deferred are included in accounts payable.

Note 3 **Segmented Information**

Segmented information on net investment income is as follows:

	1986	1985
Cash and marketable securities:		
Deposit in the Consolidated Cash Investment Trust Fund	$ 16,522,000	$ 15,082,000
Money market securities, short-term and mid-term	131,767,000	94,432,000
Bond coupons and residuals	1,498,000	—
Bonds	34,787,000	45,915,000
Canada Investment Division investments:		
Debentures	238,417,000	242,358,000
Alberta Investment Division investments:		
Money market securities, mid-term	2,433,000	2,183,000
Debentures	1,033,704,000	1,061,418,000
Common shares	108,901,000	5,686,000
Participation in Syncrude Project (a)	72,022,000	86,474,000
Energy Investment Division investments:		
Debenture	3,080,000	3,455,000
Commercial Investment Division investments:		
Money market securities, short-term	427,000	369,000
Convertible bonds	1,655,000	1,610,000
Common and preferred shares	15,400,000	8,605,000
Capital Projects Division investments:		
Participating debenture of Vencap Equities Alberta Ltd.	7,696,000	9,475,000
	$1,668,309,000	$1,577,062,000

(a) Participation in Syncrude Project comprises:		
Sales of share of substances produced	$ 236,169,000	$ 240,234,000
Less share of operating costs	164,147,000	153,760,000
	$ 72,022,000	$ 86,474,000

Note 4 **Administrative Expenses**

	1986	1985
Expenses paid directly from the Fund pursuant to section 11(1) of the Alberta Heritage Savings Trust Fund Act	$ 368,000	$ 586,000
Other administrative expenses estimated and charged to the Fund pursuant to section 11(2) of the Alberta Heritage Savings Trust Fund Act	1,078,000	1,191,000
	$1,446,000	$1,777,000

Administrative expenses for the year ended March 31, 1986 relating to the Syncrude Project estimated at $569,000 (1985 - $509,000) are not included in other administrative expenses but are reflected in results of operations of the project for the year.

Administrative expenses include an amount of $210,000 (1985 - $419,000) expended to communicate the role and activities of the Fund.

Note 5 **Transfer to the General Revenue Fund**

All of the net income of the Fund has been transferred to the General Revenue Fund pursuant to section 4(2) of the Alberta Heritage Savings Trust Fund Act.

Note 6 Non-renewable Resource Revenue Transfer

15% (1985 - 15%) of the estimated net non-renewable resource revenue received by the Province during the year ended March 31, 1986 has been transferred to the Alberta Heritage Savings Trust Fund pursuant to section 1 of the Alberta Heritage Savings Trust Fund Special Appropriation Act, 1985-86 and section 5(5) of the Alberta Heritage Savings Trust Fund Act.

In determining the amount of the estimated net non-renewable resource revenue, the following amounts have been deducted from the estimated non-renewable resource revenue received:

(i) transfers during the year to the Alberta Petroleum Incentives Program Fund, pursuant to section 3(2) of the Petroleum Incentives Program Act,

(ii) exploratory drilling and geophysical incentive grants paid and incentive credits applied during the year, pursuant to section 4.1(2) of the Mines and Minerals and

(iii) royalty tax credits paid, pursuant to section 26.41 of the Alberta Corporate Income Tax Act and section 12.2 of the Alberta Income Tax Act.

An adjustment may be necessary pursuant to section 5(6) of the Alberta Heritage Savings Trust Fund Act on the finalization of the 1985-86 Public Accounts, to make the amount of the net non-renewable resource revenue in the Alberta Heritage Savings Trust Fund for the year ended March 31, 1986 equal to 15% of the net non-renewable resource revenue received in that year.

Note 7 Contingencies

Claims and potential claims pending at March 31, 1986 in respect of various capital projects exceed amounts expended by approximately $16,330,000 (1985 - $25,714,000). The resulting loss, if any, from these claims and potential claims cannot be determined.

Note 8 Comparative Figures

Marketable securities which were reported separately in 1985 have been combined and form part of cash and marketable securities. The 1985 figures have been reclassified where necessary to conform to the 1986 presentation.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA HERITAGE SAVINGS TRUST FUND
CASH AND MARKETABLE SECURITIES
MARCH 31, 1986

	1986		1985	
	Cost	Market Value	Cost	Market Value
	(thousands of dollars)			
Bonds:				
Government of Canada, direct	$ 10,159	$ 10,181	$ 126,879	$ 108,236
Provincial, direct and guaranteed:				
Alberta	1,410	1,379	4,564	4,309
Other provinces	24,442	23,805	89,355	74,629
Corporate	—	—	4,050	3,544
	36,011	35,365	224,848	190,718
Bond coupons and residuals:				
Government of Canada, direct	49,545	49,371	—	—
Mid-term money market securities:				
Promissory note	6,838	6,788	25,000	24,834
Certificate of deposit	3,000	3,035	20,000	19,920
	9,838	9,823	45,000	44,754
Short-term money market securities (a):				
Treasury bills:				
Government of Canada	720,821	720,821	259,592	259,592
Other	168,793	168,793	86,628	86,628
Promissory notes:				
Province of Alberta	35,000	35,000	19,834	19,834
Other	249,596	249,596	161,298	161,298
Deposit receipts	146,178	146,178	258,274	258,274
Bankers' acceptances	120,509	120,509	126,337	126,337
Bearer deposit notes	85,239	85,239	123,344	123,344
Certificates of deposit and guaranteed investment certificate	60,000	60,000	33,300	33,300
	1,586,136	1,586,136	1,068,607	1,068,607
Deposit in the Consolidated Cash Investment Trust Fund	94,317	94,317	77,056	77,056
	$1,775,847	$1,775,012	$1,415,511	$1,381,135

(a) The market value of short-term money market securities is estimated to approximate cost.

Schedule 2

ALBERTA HERITAGE SAVINGS TRUST FUND
CANADA INVESTMENT DIVISION INVESTMENTS
MARCH 31, 1986

	1986 Par Value	Cost 1986	Cost 1985
		(thousands of dollars)	
Debentures (a):			
Province of Manitoba	$ 260,000	$ 258,958	$ 258,715
Province of New Brunswick	247,000	245,080	244,775
New Brunswick Electric Power Commission	135,000	133,471	133,323
Province of Newfoundland	155,000	154,400	154,197
Newfoundland and Labrador Hydro	150,000	148,227	148,099
Newfoundland Municipal Financing Corporation	73,200	72,541	74,184
Province of Nova Scotia	235,000	232,243	232,040
Nova Scotia Municipal Finance Corporation	52,850	52,620	57,180
Nova Scotia Power Corporation	125,000	123,886	123,796
Province of Prince Edward Island	66,000	65,028	66,958
Hydro-Quebec	385,000	377,133	376,680
	$1,884,050	$1,863,587	$1,869,947

(a) Debentures bear interest rates from 9.50% to 17.75% with maturity dates from December 19, 1986 to July 15, 2005. The debentures are redeemable by a single payment of the full principal sum on maturity.

Schedule 3

ALBERTA HERITAGE SAVINGS TRUST FUND
ALBERTA INVESTMENT DIVISION INVESTMENTS
MARCH 31, 1986

	1986	1985
	(thousands of dollars)	
Provincial corporation debentures (a):		
Alberta Agricultural Development Corporation	$1,041,240	$ 954,520
Alberta Government Telephones Commission	1,472,677	1,471,239
Alberta Mortgage and Housing Corporation	3,387,356	3,373,810
Alberta Municipal Financing Corporation	1,456,032	1,453,864
Alberta Opportunity Company	162,400	167,200
Corporate debentures:		
Bralorne Resources Limited 12.875% maturing on August 15, 1995	3,875	4,250
IPSCO Inc. 14.50% maturing on May 15, 1995	3,846	4,231
Ridley Grain Ltd. 11% participating first mortgage bonds (b)	133,976	129,393
Canadian Commercial Bank	—	5,000
TransAlta Utilities Corporation	—	19,997
Mid-term money market securities:		
Northland Bank certificates of deposit	—	50,000
Common Shares:		
Alberta Energy Company Ltd. (c)	55,708	76,759
Bank of Alberta	1,600	1,600
Participation in Syncrude Project (d)	458,595	439,035
	$8,177,305	$8,150,898

(a) Provincial corporation debentures bear interest rates from 9.10% to 18.40% with maturity dates from June 15, 1986 to March 29, 2015. Interest rates on Alberta Government Telephones Commission and Alberta Municipal Financing Corporation debentures are fixed to maturity and redemption is by a single payment of the full principal sum on maturity. In general the interest rates on the other provincial corporation debentures are fixed for a 5 year period only and repayment is by annual instalments of the principal sum over the life of the debenture. The Provincial Treasurer may permit all or part of the other provincial corporation debentures to be redeemed by the issuer prior to maturity without penalty.

During the year debentures amounting to $42,139,000 (1985 - $70,810,000) were redeemed prior to maturity.

(b) The Province's contractual obligations to invest monies in participating first mortgage bonds of Ridley Grain Ltd. have been met up to the maximum authorized to be paid from the Fund. The monies have been used to finance the construction of a new grain terminal at Ridley Island, Prince Rupert, British Columbia. Under the terms of the debenture, prior to completion of the project, interest on the bonds is capitalized and compounded annually; thereafter interest is compounded semi-annually and payable annually and any shortfall is to be capitalized. The principal, including capitalized interest, is repayable on or before July 31, 2015. No interest has been capitalized or accrued since July 31, 1985, the date of completion of the project.

The Fund's investment in the project at March 31, 1986 includes capitalized interest of $27,726,000 (1985 - $23,143,000).

(c) Pursuant to section 19(1) of the Alberta Energy Company Act, the Province may not hold more than 50% of the voting shares of the company and the aggregate amount that the Province may have invested in the company at any time, or be committed to invest, in common shares shall not exceed $250 million as the purchase price thereof. At March 31, 1986 the Fund held 16,506,627 common shares of the company (1985 - 22,744,127 common shares) representing 37% (1985 - 45%) of the total number of issued and outstanding voting shares of the company. The holding was acquired before the commencement of operations of the company.

The company reported retained earnings at December 31, 1985 of $221,400,000 (1984 - $266,100,000).

(d) Authorization has been given to pay from the Fund the Province's share of construction and operating costs incurred under the Syncrude Project - Ownership and Management Agreement. As a 16.74% participant in the project the Fund is, as lessee, entitled to its proportionate share of all substances produced subject to the liabilities to the Province of Alberta, as lessor, in accordance with the Alberta Crown Agreement. The Fund's participation in the project is summarized hereunder:

	1986	1985
Balance at beginning of year	$439,035,000	$442,548,000
Acquisition of capital assets	68,671,000	30,806,000
Decrease in working capital	(27,932,000)	(16,979,000)
Depreciation and amortization of capital assets	(21,179,000)	(17,340,000)
Balance at end of year	$458,595,000	$439,035,000

It is intended that the cost of capital assets will be fully amortized by December 31, 2013, the date of expiry of the approval of the project by the Energy Resources Conservation Board.

Schedule 4

ALBERTA HERITAGE SAVINGS TRUST FUND
ENERGY INVESTMENT DIVISION INVESTMENTS
MARCH 31, 1986

	1986	1985
	(thousands of dollars)	
Corporate debenture:		
Luscar Ltd.		
13.875% maturing on December 2, 1989	$16,250	$23,750

Repayable in quarterly instalments of $1,250,000. An additional instalment to a maximum of $2,500,000 each year may be made at the company's option with a premium.

Schedule 5

ALBERTA HERITAGE SAVINGS TRUST FUND
COMMERCIAL INVESTMENT DIVISION INVESTMENTS
MARCH 31, 1986

	1986		1985	
	Cost	Market Value	Cost	Market Value
	(thousands of dollars)			
Canadian equities (a):				
Common shares:				
Communications and media	$ 7,074	$ 20,912	$ 7,074	$ 14,385
Consumer goods and services	23,381	48,329	23,518	38,050
Financial services	7,369	18,456	5,399	13,469
Forest products and paper	10,064	21,850	9,115	14,053
Golds	8,583	13,063	5,050	8,569
Industrial goods and services	20,267	37,562	21,894	29,095
Management companies	16,492	33,283	13,317	24,181
Merchandising	15,575	36,356	13,322	16,903
Metals and minerals	24,222	35,512	23,332	31,235
Oil and gas	29,886	34,831	26,532	38,739
Pipelines	10,200	13,283	9,626	14,147
Transportation	3,036	6,116	7,886	12,132
Utilities	15,168	24,818	14,389	21,940
Preferred shares:				
Merchandising	2,124	4,463	2,124	3,456
	193,441	348,834	182,578	280,354
Convertible bonds	15,034	16,973	14,171	15,350
Short-term money market securities (b):				
Treasury bills:				
Government of Canada	8,797	8,797	4,493	4,493
	$217,272	$374,604	$201,242	$300,197

(a) The industrial classifications are those used by the Toronto Stock Exchange.

(b) The market value of short-term money market securities is estimated to approximate cost.

Schedule 6

ALBERTA HERITAGE SAVINGS TRUST FUND
CAPITAL PROJECTS DIVISION INVESTMENTS
MARCH 31, 1986

Department/Project	1986	1985
	(thousands of dollars)	
Assets:		
Economic Development		
Venture Capital Financing - Vencap Equities Alberta Ltd. (a)	$ 199,998	$ 199,999
Deemed Assets:		
Advanced Education		
Alberta Heritage Scholarship Fund	100,000	100,000
Library Development	9,000	9,000
Agriculture		
Farming For The Future	34,438	29,708
Food Processing Development Centre	8,165	6,780
Irrigation Rehabilitation and Expansion	182,214	152,303
Economic Development		
New Rail Hopper Cars	53,779	53,779
Education		
Alberta Heritage Learning Resources	9,222	9,222
Energy and Natural Resources		
Alberta Oil Sands Technology and Research Authority	351,449	301,449
Environment		
Irrigation Headworks and Main Irrigation Systems Improvement	255,351	201,086
Land Reclamation	26,298	23,522
Lesser Slave Lake Outlet	2,889	2,889
Paddle River Basin Development	41,312	40,362
Executive Council		
Occupational Health and Safety Research and Education	3,924	3,062
Forestry		
Alberta Reforestation Nursery	14,739	14,739
Grazing Reserves Development	31,515	28,033
Maintaining Our Forests	24,236	20,039
Hospitals and Medical Care		
Alberta Children's Provincial General Hospital	40,477	40,477
Applied Cancer Research	29,244	24,827
Applied Heart Disease Research	29,341	29,341
Tom Baker Cancer Centre and Special Services Facility	93,204	93,204
Walter C. Mackenzie Health Sciences Centre	355,998	311,998
Alberta Heritage Foundation for Medical Research Endowment Fund	300,000	300,000
Public Works, Supply and Services		
Capital City Recreation Park	42,243	42,243
Fish Creek Provincial Park (Land)	28,161	27,796
Recreation and Parks		
Fish Creek Provincial Park (Development)	16,859	16,859
Kananaskis Country Recreation Development	211,792	196,627
Urban Parks	82,408	62,464
Technology, Research and Telecommunications		
Electronic Products Test Centre	5,610	4,225
Microchip Design and Fabrication Facilities	2,254	—
Transportation		
Airport Terminal Buildings	16,359	16,359
	2,402,481	2,162,393
	$2,602,479	$2,362,392

(a) The outstanding balance of the loan to Vencap Equities Alberta Ltd. (Vencap) is repayable in instalments of $1,000 in each of the years 1986 to 2002, inclusive, in instalments of $15,000,000 in each of the years 2003 to 2012, inclusive, and a final instalment of $49,981,000 in 2013. In the current year interest on the participating debenture securing the loan amounts to 50% (1985 - 50%) of the defined net income of Vencap. This percentage reduces as the loan is repaid and convertible debentures amounting to $40,000,000, maturing July 2, 1998, and guaranteed by the Province, are converted or redeemed. For 20 years following full repayment of the loan, the Fund will receive 10% of the defined net income of Vencap.

As further consideration for the loan the Province has been granted an option to purchase up to 4,000,000 special shares at $1 each, exclusive to the Province, convertible into common shares of Vencap. The purchase option expires on the later of the repayment of the loan and the redemption or conversion of the convertible debentures, on which later date the 20% voting rights attaching to each and all of the special shares cease.

ALBERTA HERITAGE SCHOLARSHIP FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Statement of Changes in Financial Position
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Schedule of Investments

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Alberta Heritage Scholarship Fund as at March 31, 1986 and the statements of income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 11, 1986

ALBERTA HERITAGE SCHOLARSHIP FUND
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSETS		
Cash (Note 3)	$ 6,503,662	$ 10,671,848
Accrued interest and accounts receivable	3,226,624	3,024,559
Investments, Schedule 1	129,306,710	117,093,201
	$139,036,996	$130,789,608
LIABILITIES, ENDOWMENT AND RETAINED EARNINGS		
Liabilities:		
Accounts payable	$ 2,378	$ 17,121
Endowment (Note 5)	100,000,000	100,000,000
Retained earnings (Note 5)	39,034,618	30,772,487
	$139,036,996	$130,789,608

The accompanying notes are part
of these financial statements.

ALBERTA HERITAGE SCHOLARSHIP FUND
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Income:		
Investment income	$16,010,740	$15,241,863
Net gains on disposals of investments	544,434	1,355,693
Amortization of deferred realized gains and losses on investments	272,930	479,961
Provision for decline in market value and write-down of investments	(173,486)	(350,000)
Net income (Note 4)	16,654,618	16,727,517
Alberta Heritage Scholarships	8,392,487	8,233,686
Net increase in retained earnings	8,262,131	8,493,831
Retained earnings at beginning of year	30,772,487	22,278,656
Retained earnings at end of year	$39,034,618	$30,772,487

ALBERTA HERITAGE SCHOLARSHIP FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Operating transactions:		
Net income	$ 16,654,618	$ 16,727,517
Non-cash items:		
Amortization of discount/premium on investments, net	(3,507,301)	(3,060,857)
Net gains on disposals of investments	(544,434)	(1,355,693)
Amortization of deferred realized gains and losses on investments	(272,930)	(479,961)
Provision for decline in market value and write-down of investments	173,486	350,000
Decrease (increase) in receivables	(202,065)	394,946
Increase (decrease) in payables	(14,743)	2,147
Cash provided by operating transactions	12,286,631	12,578,099
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments	28,869,707	33,935,914
Investments	(37,084,299)	(30,580,524)
Deferred realized gains and losses on investments	152,262	616,342
Cash provided by (applied to) investing transactions	(8,062,330)	3,971,732
Alberta Heritage Scholarships	(8,392,487)	(8,233,686)
Increase (decrease) in cash	(4,168,186)	8,316,145
Cash at beginning of year	10,671,848	2,355,703
Cash at end of year	$ 6,503,662	$ 10,671,848

ALBERTA HERITAGE SCHOLARSHIP FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Heritage Scholarship Fund operates under the authority of the Alberta Heritage Scholarship Act, Chapter A-27.1, Statutes of Alberta 1981.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

(a) Bonds, bond coupons and residuals, mid-term money market securities and mortgages are carried at cost adjusted for deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

(a) Common and preferred shares, warrants, pooled equity trust units and short-term money market securities are carried at cost.

Realized gains and losses on disposals of these investments are included in the determination of net income.

(b) Investments in real estate are carried at the lower of cost and appraised value. (See Schedule 1 Note (c)).

Rental income less expenses is included in the determination of investment income of the Fund as participating interest received or accrued on the debentures. (See Schedule 1 Note (c)).

Realized gains and losses on disposals of these investments are included in the determination of net income.

(c) The cost of investments includes the amount of applicable amortization of discount or premium using the straight line method over the life of the investments. The cost of investments disposed of is determined on the average cost basis.

(d) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

(e) Cash, accrued interest and accounts receivable, short-term money market securities and accounts payable denominated in foreign currency are translated at the rate of exchange in effect at the balance sheet date. Investments, other than short-term money market securities, and revenue items are translated at historical exchange rates.

Gains and losses arising from the translation of foreign currencies are included in the determination of net income except unrealized exchange gains or losses relating to hedged monetary assets which are deferred.

Amounts deferred are included in accounts payable.

Note 3 Cash

	1986	1985
Deposit in the Consolidated Cash Investment Trust Fund	$ 5,134,766	$ 9,631,534
U.S. dollar bank accounts	1,368,896	1,040,314
	$ 6,503,662	$10,671,848

Note 4 Segmented Information

Segmented information on net income is as follows:

	1986	1985
Cash	$ 1,089,978	$ 935,020
Bonds	7,458,448	6,586,097
Bond coupons and residuals	4,312,388	3,977,491
Money market securities	1,736,959	2,708,841
Mortgages	1,038,369	581,082
Common and preferred shares, warrants and pooled equity trust units	1,118,311	1,935,277
Real estate	(99,835)	3,709
	$16,654,618	$16,727,517

Note 5 Endowment

The endowment was received from the Alberta Heritage Savings Trust Fund on June 18, 1981. The Alberta Heritage Scholarship Act provides that money required by the Students Finance Board for providing scholarships shall be paid from the Fund, but no money shall be paid out of the Fund if the payment would result in the value of the assets of the Fund, at cost, being less than the endowment received by the Fund.

Note 6 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to the 1986 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA HERITAGE SCHOLARSHIP FUND
INVESTMENTS
MARCH 31, 1986

	1986			1985	
	Par Value	Book Value	Market Value	Book Value	Market Value
Bonds:					
Government of Canada, direct and guaranteed	$54,425,000	$ 55,837,159	$ 65,277,879	$ 48,424,373	$ 52,464,300
Provincial:					
Alberta, guaranteed	1,250,000	1,259,999	1,277,908	—	—
Other, direct and guaranteed	1,500,000	1,498,168	1,539,947	1,747,398	1,750,200
Municipal	460,000	459,701	496,579	459,462	503,100
Corporate	5,369,591	5,402,389	6,052,265	3,902,858	3,940,029
Corporate, convertible	1,265,000	1,221,382	1,290,500	990,567	1,051,900
Mid-term money market securities:					
Promissory notes	3,863,770	3,863,770	4,129,042	6,356,905	6,573,100
Certificates of deposit	1,000,000	1,016,912	1,023,360	3,065,139	3,186,500
Mortgages, participating	5,642,988	5,559,556	6,968,595	6,763,684	7,610,809
Bond coupons and residuals:					
Government of Canada, direct		32,193,762	33,640,999	27,646,100	26,477,400
Deferred unamortized realized gains and losses		(1,110,224)	—	(1,230,891)	—
		107,202,574	121,697,074	98,125,595	103,557,338
Short-term money market securities (a):					
Treasury bills:					
Government of Canada		4,041,451	4,041,451	2,406,974	2,406,974
Government of the United States of America		1,534,383	1,534,383	—	—
Promissory notes:					
Province of Alberta		—	—	500,000	500,000
Other		1,437,171	1,437,171	—	—
Bankers' acceptance		241,359	241,359	241,285	241,285
Common and preferred shares, warrants and pooled equity trust units:					
Quoted securities		12,441,620	20,237,398	13,921,534	17,276,441
Unquoted securities (b)		944,784	936,747	314,715	254,178
Real estate - cost $1,636,854 (1985 - $1,583,098) (c)		1,463,368	1,463,368	1,583,098	1,583,098
		$129,306,710	$151,588,951	$117,093,201	$125,819,314

(a) The market value of short-term money market securities is estimated to approximate cost.

(b) The market value of unquoted common and preferred shares and warrants is estimated by management appraisal.

(c) Real estate is held through an intermediate company which has issued participating debentures secured by a charge on the real estate. The rental income less expenses is distributed to the Fund as participating interest on the debentures. The market value of real estate is estimated by independent appraisal.

ALBERTA PROVINCIAL CORPORATION LOAN FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
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Schedule of Loans to Provincial Corporations
Schedule of Short-Term Debt

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Alberta Provincial Corporation Loan Fund as at March 31, 1986 and the statement of income and expense for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 28, 1986

ALBERTA PROVINCIAL CORPORATION LOAN FUND
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSETS		
Accrued interest receivable	$ 191,965	$ 802,136
Loans to Provincial corporations, Schedule 1	36,700,000	428,571,867
	$36,891,965	$429,374,003
LIABILITIES		
Accrued interest payable	$ 191,965	$ 802,136
Short-term debt, Schedule 2	36,700,000	428,571,867
	$36,891,965	$429,374,003

The accompanying notes are part
of these financial statements.

ALBERTA PROVINCIAL CORPORATION LOAN FUND
STATEMENT OF INCOME AND EXPENSE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Income on loans to Provincial corporations	$32,264,021	$23,224,576
Discount and interest expense on short-term debt	$32,264,021	$23,224,576

ALBERTA PROVINCIAL CORPORATION LOAN FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Provincial Corporation Loan Fund operates under the authority of the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended. Money borrowed by the Province pursuant to section 61(1)(a) of the Act is deposited in the Fund and loaned to Provincial corporations pursuant to section 62.1(2) of the Act.

Note 2 Significant Accounting Policies and Reporting Practices

Loans and Debt

Money borrowed by the Province and deposited in the Fund is loaned to Provincial corporations on equivalent terms and therefore income on loans to Provincial corporations and discount and interest expense on short-term debt have been accrued on a matching basis.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Expenses

Costs, including debt issue expenses, incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA PROVINCIAL CORPORATION LOAN FUND
LOANS TO PROVINCIAL CORPORATIONS
MARCH 31, 1986

	1986	1985
Alberta Mortgage and Housing Corporation	$36,700,000	$ 90,528,618
Alberta Municipal Financing Corporation	—	179,184,859
Alberta Government Telephones Commission	—	158,858,390
	$36,700,000	$428,571,867

Schedule 2

ALBERTA PROVINCIAL CORPORATION LOAN FUND
SHORT-TERM DEBT
MARCH 31, 1986

	1986	1985
Short-term promissory notes at face amount	$35,000,000	$435,000,000
Less: Unamortized discount	—	7,428,133
	35,000,000	427,571,867
Short-term bank loan	1,700,000	1,000,000
	$36,700,000	$428,571,867

PENSION FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

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AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Pension Fund as at March 31, 1986 and the statements of income and fund equity and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Pension Fund as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied, after giving retroactive effect to the change in accounting for real estate investments as explained in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
September 26, 1986

PENSION FUND
BALANCE SHEET
MARCH 31, 1986
(thousands of dollars)

	1986	1985
ASSETS		
Cash (Note 5)	$ 20,893	$ 109,222
Accrued interest and accounts receivable	60,232	53,103
Due from the General Revenue Fund	8,817	10,523
Investments, Schedule 1	2,933,337	2,396,077
	$3,023,279	$2,568,925
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	$ 12,578	$ 5,490
Fund equity	3,010,701	2,563,435
	$3,023,279	$2,568,925

The accompanying notes are part of these financial statements.

PENSION FUND
STATEMENT OF INCOME AND FUND EQUITY
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Income:		
Investment income	$ 272,104	$ 244,203
Net gains on disposals of investments	40,226	19,012
Amortization of deferred realized gains and losses on investments	5,364	3,153
Amortization of deferred exchange losses on forward exchange contracts	(1,110)	(1,545)
Provision for decline in market value and write-down of investments	(3,387)	(1,677)
Net income (Note 6)	313,197	263,146
Net transfer from the General Revenue Fund (Note 7)	134,069	146,367
Net increase in fund equity	447,266	409,513
Fund equity at beginning of year	2,563,435	2,153,922
Fund equity at end of year	$3,010,701	$2,563,435

PENSION FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Operating transactions:		
Net income	$ 313,197	$ 263,146
Non-cash items:		
Amortization of discount/premium on investments, net	(52,766)	(39,673)
Amortization of deferred realized gains and losses on investments	(5,364)	(3,153)
Net gains on disposals of investments	(40,226)	(19,012)
Provision for decline in market value and write-down of investments	3,387	1,677
Increase in receivables	(5,423)	(2,344)
Increase in payables	7,088	3,810
Cash provided by operating transactions	219,893	204,451
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments	2,186,369	1,747,726
Investments	(2,643,174)	(2,050,493)
Deferred realized gains and losses on investments	14,514	14,368
Cash applied to investing transactions	(442,291)	(288,399)
Net transfer from the General Revenue Fund	134,069	146,367
Increase (decrease) in cash	(88,329)	62,419
Cash at beginning of year	109,222	46,803
Cash at end of year	$ 20,893	$ 109,222

PENSION FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Pension Fund operates under the authority of the Pension Fund Act, Chapter P-3.1, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

(a) Bonds, bond coupons and residuals, mid-term money market securities and mortgages are carried at cost adjusted for deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

(a) Short-term money market securities, common and preferred shares, warrants, pooled equity trust units, real estate funds units and energy fund units are carried at cost.

Realized gains and losses on disposals of these investments are included in the determination of net income.

(b) Investments in real estate are carried at the lower of cost and appraised value (see Schedule 1 Note (d)).

Rental income less expenses is included in the determination of investment income as participating interest received or accrued on the debentures (see Schedule 1 Note (d)).

Realized gains and losses on disposals of these investments are included in the determination of net income.

(c) The cost of investments includes the amount of applicable amortization of discount or premium using the straight line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis.

(d) Investment income is recorded on the accrual basis where there is reasonable assurance as to its measurement and collectability.

(e) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

(f) Cash, accrued interest and accounts receivable, short-term money market securities and accounts payable denominated in foreign currency are translated at the rate of exchange in effect at the balance sheet date. Investments, other than short-term money market securities, and revenue items are translated at historical exchange rates.

Gains and losses arising from the translation of foreign currencies are included in the determination of net income except:

i) Unrealized exchange gains or losses relating to hedged monetary assets are deferred, and;

ii) Unrealized exchange gains and losses on forward exchange contracts which do not serve to hedge monetary assets are deferred and amortized over the term of the contracts.

Amounts deferred are included in accounts payable.

(g) The liability of the Pension Fund in respect of accrued pension obligations is not included in the determination of fund equity.

Note 3 Change in Accounting Policy

Investments in real estate (see Schedule 1 Note (d)) are now carried at the lower of cost and appraised value. Prior to April 1, 1985 these investments were carried at cost less amortization. This change in accounting policy has been applied retroactively and accordingly the financial statements for the year ended March 31, 1985 have been restated. As a result of this change, net income for the year ended March 31, 1985 was reduced by $768,000. Investments and fund equity at March 31, 1985 have been adjusted for the cumulative effect of applying retroactively the change in accounting policy by $768,000.

Note 4 Accrued Pension Obligations

At March 31, 1986, the total estimated liability for accrued pension obligations exceeded the recorded net assets of the Pension Fund. On the exhaustion of Pension Fund assets, pension payments are to be charged to the General Revenue Fund.

Note 5 Cash

	1986	1985
Deposit in the Consolidated Cash Investment Trust Fund	$ 17,616,000	$100,340,000
U.S. dollar bank accounts	3,277,000	8,882,000
	$ 20,893,000	$109,222,000

Note 6 Segmented Information

Segmented information on net income is as follows:

	1986	1985
Cash	$ 8,839,000	$ 14,107,000
Bonds	160,461,000	144,106,000
Money market securities	52,690,000	50,299,000
Bond coupons and residuals	19,198,000	11,704,000
Mortgages	7,027,000	6,665,000
Quoted common and preferred shares, warrants and pooled equity trust units	59,678,000	33,969,000
Real estate	3,175,000	1,978,000
Real estate funds units and energy fund units	1,523,000	462,000
Unquoted common and preferred shares and warrants	606,000	(144,000)
	$313,197,000	$263,146,000

Note 7 Net Transfer from the General Revenue Fund

In accordance with section 5 of the Pension Fund Act monies received and paid by the Provincial Treasurer pursuant to the following Pension Plan Acts are deposited in and paid from the General Revenue Fund:

Local Authorities Pension Plan Act
Members of the Legislative Assembly Pension Plan Act
Public Service Management Pension Plan Act
Public Service Pension Plan Act
Special Forces Pension Plan Act
Universities Academic Pension Plan Act

The difference between the receipts and payments is subsequently transferred to or from the Pension Fund. The net transfer from the General Revenue Fund represents the excess of pension receipts over pension payments for the year.

Note 8 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to the 1986 presentation.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

PENSION FUND
INVESTMENTS
MARCH 31, 1986
(thousands of dollars)

	1986			1985	
	Par Value	Book Value	Market Value	Book Value	Market Value
Bonds:					
Government of Canada, direct and guaranteed	$1,253,368	$1,256,500	$1,411,736	$1,052,980	$1,080,256
Provincial:					
Alberta, guaranteed	30,000	30,277	30,992	20,875	21,286
Other, direct and guaranteed	108,700	109,109	112,462	60,021	58,963
Corporate	(a)	103,006	113,622	74,287	76,791
Corporate, convertible	12,078	11,896	9,534	6,292	6,218
Government of the United States of America, direct	—	—	—	13,670	12,400
Mid-term money market securities:					
Promissory notes:					
Province of Alberta, direct	40,000	40,000	40,044	60,000	59,683
Government of the United States of America, direct	(b)	36,752	43,139	46,134	51,343
Other	21,034	21,075	21,391	35,382	35,276
Certificates of deposit	—	—	—	5,000	5,016
Mortgages	54,564	54,564	64,300	54,578	58,495
Bond coupons and residuals:					
Government of Canada, direct		161,377	169,138	107,220	106,189
Deferred unamortized realized gains and losses		(30,636)	—	(21,486)	—
		1,793,920	2,016,358	1,514,953	1,571,916
Short-term money market securities (c):					
Promissory notes:					
Province of Alberta, direct		—	—	50,000	50,000
Other		9,342	9,342	—	—
Treasury bills:					
Government of Canada		409,033	409,033	217,489	217,489
Province of Alberta		—	—	13,639	13,639
Government of the United States of America		11,856	11,856	12,274	12,274
Deposit receipt		—	—	11,069	11,069
Quoted common and preferred shares, warrants and pooled equity trust units		611,154	884,620	506,533	614,394
Real estate funds units		—	—	6,978	7,742
Energy fund units		1,418	1,413	1,285	1,419
		2,836,723	$3,332,622	2,334,220	$2,499,942
Unquoted common and preferred shares and warrants		19,631		13,765	
Real estate - cost $79,415 (1985 - $49,068) (d)		76,983		48,092	
		$2,933,337		$2,396,077	

(a) Comprises Canadian $91,037,000 and United States $9,000,000.

(b) United States $29,600,000.

(c) The market value of short-term money market securities is estimated to approximate cost.

(d) Real estate is held through intermediate companies which have issued participating debentures secured by a charge on the real estate. The rental income less expenses is distributed to the Fund as participating interest on the debentures.

OTHER REGULATED FUNDS
SUMMARY FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Summary Statement of Assets, Liabilities and Fund Equities
Summary Statement of Revenue, Expenditure and Fund Equities
Notes to the Summary Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the summary statement of assets, liabilities and fund equities of the Other Regulated Funds as at March 31, 1986 and the summary statement of revenue, expenditure and fund equities for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these summary financial statements present fairly the financial position of the Other Regulated Funds as at March 31, 1986 and the results of their operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
October 3, 1986

OTHER REGULATED FUNDS
SUMMARY STATEMENT OF ASSETS, LIABILITIES AND FUND EQUITIES
MARCH 31, 1986

	Assets				
	Cash	Due from Province of Alberta Funds and Agencies	Accounts Receivable and Accrued Interest	Investments (Note 3)	Total Assets
Agriculture:					
Crop Reinsurance Fund of Alberta	$ 17,800,000	$ —	$ —	$ —	$ 17,800,000
Livestock Patrons' Assurance Fund	287,452	—	9,680	43,944	341,076
Stray Animals Act Fund	38,799	—	—	—	38,799
Attorney General:					
Chattel Security Registries Assurance Fund	427,972	—	11,263	—	439,235
Registrar's Assurance Fund	2,023,227	—	86,491	—	2,109,718
Economic Development:					
Motion Picture Development Fund	1,850,847	1,392,344	—	—	3,243,191
Energy and Natural Resources:					
Fish and Wildlife Trust Fund	6,852,535	—	378,076	—	7,230,611
Treasury:					
Utility Companies Income Tax Rebates Fund	227,727,812	16,933,799	—	—	244,661,611
Utilities:					
Natural Gas Rebates Fund	2,079,904	1,019,797	1,404,020	—	4,503,721
Total 1986	$259,088,548	$ 19,345,940	$ 1,889,530	$ 43,944	$280,367,962
Total 1985	$243,322,415	$ 24,198,126	$ 1,281,486	$ 43,935	$268,845,962

The accompanying notes are part of these financial statements.

OTHER REGULATED FUNDS
SUMMARY STATEMENT OF REVENUE, EXPENDITURE AND FUND EQUITIES
FOR THE YEAR ENDED MARCH 31, 1986

	Revenue				
	Interest (Note 4)	Fees, Assessments and Contributions	Transfers from Province of Alberta Funds and Agencies	Other	Total
Agriculture:					
Crop Reinsurance Fund of Alberta	$ —	$ —	$ 17,940,780	$ —	$ 17,940,780
Livestock Patrons' Assurance Fund	54,186	75,350	—	—	129,536
Stray Animals Act Fund	—	—	—	22,691	22,691
Attorney General:					
Chattel Security Registries Assurance Fund	31,519	156,393	—	—	187,912
Registrar's Assurance Fund	55,675	1,090,638	—	—	1,146,313
Economic Development:					
Motion Picture Development Fund	440,881	—	—	—	440,881
Energy and Natural Resources:					
Fish and Wildlife Trust Fund	710,166	2,931,330	1,625,000	—	5,266,496
Treasury:					
Utility Companies Income Tax Rebates Fund	9,840,661	215,974,460	69,044,619	—	294,859,740
Utilities:					
Natural Gas Rebates Fund	582,666	—	131,062,457	—	131,645,123
Total 1986	$ 11,715,754	$220,228,171	$219,672,856	$ 22,691	$451,639,472
Total 1985	$ 10,826,545	$196,130,268	$209,052,278	$ 49,034	$416,058,125

Liabilities		Fund Equities	
Accounts Payable	Payable to the General Revenue Fund	1986	1985
$ 37,417,191	$ —	$(19,617,191)	23,852,720
3,270	—	337,806	499,488
3,686	—	35,113	25,318
—	155,823	283,412	255,823
—	898,829	1,210,889	973,830
—	3,000,000	243,191	624,329
2,308,075	74,426	4,848,110	6,689,206
244,661,611	—	—	—
4,503,721	—	—	—
$288,897,554	$ 4,129,078	$(12,658,670)	
$227,882,589	$ 8,042,659		$ 32,920,714

Expenditure							
Grants	Transfers to Province of Alberta Funds and Agencies	Supplies and Services	Other	Total	Excess (Deficiency) of Revenue over Expenditure	Fund Equities at beginning of year	Fund Equities at end of year
$ —	$ 61,410,691	$ —	$ —	$ 61,410,691	$(43,469,911)	$ 23,852,720	$(19,617,191)
—	—	—	291,218	291,218	(161,682)	499,488	337,806
—	—	—	12,896	12,896	9,795	25,318	35,113
—	155,823	—	4,500	160,323	27,589	255,823	283,412
—	898,829	—	10,425	909,254	237,059	973,830	1,210,889
—	—	—	822,019	822,019	(381,138)	624,329	243,191
4,802,701	—	2,033,520	271,371	7,107,592	(1,841,096)	6,689,206	4,848,110
294,859,740	—	—	—	294,859,740	—	—	—
131,645,123	—	—	—	131,645,123	—	—	—
$431,307,564	$ 62,465,343	$ 2,033,520	$ 1,412,429	$497,218,856	$(45,579,384)	$ 32,920,714	$(12,658,670)
$402,255,240	$ 23,366,740	$ 148,816	$ 1,287,681	$427,058,477	$(11,000,352)	$ 43,921,066	$ 32,920,714

OTHER REGULATED FUNDS
NOTES TO THE SUMMARY FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authorities

The authority for operating each of the Other Regulated Funds is as follows:

(a) Crop Reinsurance Fund of Alberta - Crop Insurance Agreement authorized under Order in Council 264/76 pursuant to section 43 of the Hail and Crop Insurance Act, Chapter H-1, Revised Statutes of Alberta 1980.

(b) Livestock Patrons' Assurance Fund - Livestock and Livestock Products Act, Chapter L-24, Revised Statutes of Alberta 1980.

(c) Stray Animals Act Fund - Stray Animals Act, Chapter S-23, Revised Statutes of Alberta 1980, as amended.

(d) Chattel Security Registries Assurance Fund - Chattel Security Registries Act, Chapter C-7.1, Statutes of Alberta 1983.

(e) Registrar's Assurance Fund - Land Titles Act, Chapter L-5, Revised Statutes of Alberta 1980, as amended.

(f) Motion Picture Development Fund - Motion Picture Development Act, Chapter M-19.1, Statutes of Alberta 1981.

(g) Fish and Wildlife Trust Fund - Wildlife Act, Chapter W-9.1, Statutes of Alberta 1984.

(h) Utility Companies Income Tax Rebates Fund - Utility Companies Income Tax Rebates Act, Chapter U-10, Revised Statutes of Alberta 1980.

(i) Natural Gas Rebates Fund - Natural Gas Rebates Act, Chapter N-5, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Investments are valued by each Fund at cost. Cost includes the amount of applicable amortization of discount or premium using the straight line method over the life of the investments.

(b) A statement of changes in financial position is not provided as disclosure in these summary financial statements is considered to be adequate.

Note 3 Investments

Investments held by the Funds are as follows:

	1986			1985	
	Par Value	Cost	Market Value	Cost	Market Value
Debentures guaranteed by the Province of Alberta and held by:					
Livestock Patrons' Assurance Fund	$44,000	$43,944	$38,640	$43,935	$33,559

Note 4 Interest

Interest earned on deposits of the Crop Reinsurance Fund of Alberta, Registrar's Assurance Fund from October 1, 1985 and the Stray Animals Act Fund is credited directly to the General Revenue Fund and is not reflected in these summary financial statements.

Note 5 Administration Costs

The Funds are not charged with all the administration expenses incurred in their operation as these expenses are reflected in the program costs of the Departments or Provincial Corporations that administer the Funds.

Note 6 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to the 1986 presentation.

Note 7 Approval of Summary Financial Statements

These summary financial statements were approved by management.

SECTION 5

1985-86
PUBLIC ACCOUNTS

PROVINCIAL CORPORATIONS - FINANCIAL STATEMENTS

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PROVINCIAL CORPORATIONS - FINANCIAL STATEMENTS

Introduction:

Section 1(1)(n) of the Financial Administration Act defines a Provincial corporation as

> "(i) a corporation that is incorporated by or under an Act of the Legislature, other than a local or private Act, all or a majority of whose members or directors are appointed or designated, either by their personal names or by their names of office, by an Act of the Legislature or regulations under an Act of the Legislature, by an order of the Lieutenant Governor in Council or of a Minister of the Crown or by any combination thereof, or
>
> (ii) a corporation all of whose issued voting shares of every class are owned by the Crown or held in trust for the Crown or are partly owned by the Crown and partly held in trust for the Crown, but does not include a new town or a housing authority incorporated under section 42 of the Alberta Mortgage and Housing Corporation Act or a board of a hospital district appointed by an order made under section 8 of the Hospitals Act."

The Provincial corporations included in this section are subsidized in some manner by the General Revenue Fund and are considered to complement a Government programme. They are included in the consolidated financial statements after adjusting the accounts to conform with the basis of accounting used for the General Revenue Fund.

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expense and Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Operating Expense
Schedule of Farm Loan Incentives

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Agricultural Development Corporation

I have examined the balance sheet of the Alberta Agricultural Development Corporation as at March 31, 1986 and the statements of revenue, expense and deficit, and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
June 26, 1986

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1986
(thousands of dollars)

	1986	1985
ASSETS		
Cash	$ 42,109	$ 21,515
Accounts receivable	112	77
Guarantee implementations receivable (Note 4)	1,774	1,470
Loans and accrued interest receivable (Note 5)	950,256	957,585
Property held for sale	15,640	6,601
Other (Note 6)	721	516
Fixed assets (Note 7)	1,205	610
Trust (Note 8)	15	35
	$1,011,832	$ 988,409
LIABILITIES AND DEFICIT		
Liabilities:		
Accounts payable, Province of Alberta	$ 24,840	$ 38,071
Accounts payable, other	653	717
Guarantees payable	405	777
Allowance for losses on loan guarantees (Note 9)	2,700	997
Accrued incentives payable	20,169	19,705
Debentures payable (Note 11)	1,041,240	954,520
	1,090,007	1,014,787
Deficit	(78,190)	(26,413)
Trust (Note 8)	15	35
	$1,011,832	$ 988,409

The accompanying notes are part
of these financial statements.

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
STATEMENT OF REVENUE, EXPENSE AND DEFICIT
FOR THE YEAR ENDED MARCH 31, 1986

(thousands of dollars)

	1986	1985
Revenue:		
Interest	$113,395	$105,085
Administrative fees	41	33
Miscellaneous	2	67
	113,438	105,185
Expense:		
Interest on debentures	132,056	123,587
Operating, Schedule 1	8,706	7,398
Farm loan incentives, Schedule 2	40,494	38,090
Provision for doubtful accounts and for losses on realization of assets (Note 9)	85,642	42,875
	266,898	211,950
Operating loss	153,460	106,765
Contribution by the Province of Alberta (Note 3)	101,683	80,747
Net loss for the year	51,777	26,018
Deficit at beginning of year	26,413	395
Deficit at end of year	$ 78,190	$ 26,413

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

(thousands of dollars)

	1986	1985
Funds were provided from:		
Net loss for the year	$(51,777)	$(26,018)
Provision for doubtful accounts and for losses on realization of assets	85,642	42,875
Depreciation	105	85
Funds from operations	33,970	16,942
Proceeds on disposition of fixed assets	19	8
Proceeds from issue of debentures	109,000	127,000
Repayments of loans receivable	11,711	14,448
Increase in accounts payable, Province of Alberta	—	4,651
Increase in accrued incentives payable	464	3,597
Recoveries of guarantee implementations receivable	1,986	559
Decrease in accounts receivable	—	122
Decrease in other assets	—	39
Recoveries of trust assets	17	7
	157,167	167,373
Funds were applied to:		
Disbursements of loans	95,160	133,335
Repayments of debentures	22,280	19,480
Decrease in guarantees payable	372	18,715
Implementation of guarantees	4,490	3,179
Decrease in accounts payable, other	64	539
Fixed asset purchases	719	178
Decrease in accounts payable, Province of Alberta	13,231	—
Increase in other assets	205	—
Increase in accounts receivable	35	—
Repayment of trust asset recoveries	17	7
	136,573	175,433
Increase (decrease) in cash	$ 20,594	$ (8,060)

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Agricultural Development Corporation operates under the authority of the Agricultural Development Act, Chapter A-7, Revised Statutes of Alberta 1980.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

(a) Fixed assets and depreciation

Fixed assets having a cost in excess of $500 are capitalized and shown in the balance sheet. Depreciation is recorded on a straight line basis over the following estimated useful lives of the assets:

Electronic data processing systems	5 years
Office equipment	10 years

Depreciation is not recorded for electronic data processing systems under development.

(b) Property held for sale

Property held for sale is recorded at estimated net realizable value.

Note 3 Financial Structure

The Corporation's operations are funded through the sale of debentures to the Alberta Heritage Savings Trust Fund and a contribution from the General Revenue Fund of the Province of Alberta.

Office accommodation and field support staff are provided at no charge by the Province and accordingly are not reflected in these financial statements.

Note 4 Guarantee Implementations Receivable

Loan guarantee payments made to financial institutions for uncollectable loans made by them under the Corporation's guarantee are generally of a demand nature.

	1986	1985
	(thousands of dollars)	
Guarantee implementations receivable	$ 8,689	$ 8,845
Plus: Accrued interest	1,907	1,601
	10,596	10,446
Less: Allowance for doubtful accounts (Note 9)	8,822	8,976
	$ 1,774	$ 1,470

Note 5 Loans and Accrued Interest Receivable

Loans are secured by agreements for sale and mortgages and are repayable in instalments due as follows, assuming that options to renew will be exercised when applicable:

	1986	1985
	(thousands of dollars)	
Arrears of principal and interest	$ 68,157	$ 33,722
Prepaid	(5,587)	(4,795)
Principal due in		
1 year	27,753	22,091
2 years	20,506	19,526
3 years	22,088	21,100
4 years	24,019	22,536
5 years	26,155	24,362
6 - 10 years	161,447	152,640
Over 10 years	667,450	666,725
	1,011,988	957,907
Plus: Accrued interest	53,807	52,275
	1,065,795	1,010,182
Less: Allowance for doubtful accounts (Note 9)	115,539	52,597
	$ 950,256	$ 957,585

Note 6 Other Assets

	1986	1985
	(thousands of dollars)	
Unlisted preferred shares acquired as a result of security action	$500	$ —
Less: Allowance for losses on realization (Note 9)	250	—
	250	—
Investment in Lambco (Note 10)	471	516
	$721	$516

Note 7 Fixed Assets

Fixed assets are comprised of the following:

	Cost	Accumulated Depreciation	Net Book Value 1986	Net Book Value 1985
	(thousands of dollars)			
Office equipment	$ 214	$100	$ 114	$106
Electronic data processing systems	562	205	357	309
Electronic data processing systems under development	734	—	734	195
	$1,510	$305	$1,205	$610

Note 8 Trust Assets and Liabilities

The balances shown reflect outstanding loans less an estimated uncollectable amount of $86,000 (1985 $270,000). The Corporation has been taking collection action on these loans on behalf of the Province of Alberta.

Note 9 Allowance for Doubtful Accounts and for Losses on Realization of Assets

	Loans	Guarantee Implementations	Property for Sale	Other Assets	Loan Guarantees	Total
			(thousands of dollars)			
Allowance at beginning of year	$ 52,597	$8,976	$8,555	$ —	$ 997	$ 71,125
Less: Amounts written off	3,770	1,765	3,472	—	—	9,007
	48,827	7,211	5,083	—	997	62,118
Increase in allowance	66,712	1,611	15,366	250	1,703	85,642
Allowance at end of year	$115,539	$8,822	$20,449	$250	$2,700	$147,760

Note 10 Investment in Lambco

Pursuant to an agreement between Lamb Processors Co-op Ltd., the Province of Alberta and the Corporation, the Corporation acquired the net assets and business of the Co-op. The Corporation has since provided operating advances to Lambco in accordance with the agreement. The agreement provides that the Province reimburse the Corporation for Lambco operating losses before depreciation expense and also for capital expenditures of Lambco to the extent that capital expenditures exceed any operating profit before depreciation expense for the year. As at March 31, 1986 the Corporation's investment in Lambco was $470,583 (1985 $515,884). Operating revenue and expenses of Lambco are not consolidated in the financial statements of the Corporation.

The agreement further provides that the Province will indemnify the Corporation for any losses which might be incurred on disposal of Lambco. Any disposal proceeds in excess of the Corporation's investment in Lambco will be payable to the Province.

Note 11 Debentures Payable

Debentures payable to the Province of Alberta are as follows:

Series	Year of Maturity	Weighted Average Interest Rate	March 31 Principal Outstanding 1986	1985
			(thousands of dollars)	
A	2004	9.94%	$ 135,060	$139,860
B	2004 - 2005	13.01	34,800	36,000
C	2005	11.22	72,000	73,600
D	2006	14.42	136,600	139,600
E	2006 - 2007	16.96	185,360	189,360
F	2007 - 2009	13.02	261,600	267,100
G	2009 - 2010	13.46	106,820	109,000
H	2010 - 2011	10.52	109,000	—
			$1,041,240	$954,520

The interest rates on debentures are fixed for five year periods and repayments are by annual instalments of the principal sum over the life of the debentures.

Principal repayments due in each of the next five years are as follows:

Year ended March 31, 1987	$25,960,000
1988	28,080,000
1989	29,960,000
1990	32,890,000
1991	34,600,000

Note 12 Contingent Liabilities and Commitments

The Corporation has the following contingent liabilities and commitments at March 31:

	1986	1985
	(thousands of dollars)	
Loan guarantees	$ 72,202	$ 69,650
Letter of credit	5,924	5,907
Total contingent liabilities	$ 78,126	$ 75,557
Estimated farm loan incentives over the next five years	$ 34,524	$108,750
Approved, undisbursed loans	20,262	30,046
Total commitments	$ 54,786	$138,796

The Province indemnifies the Corporation for any losses which might be incurred on loan guarantees.

Effective April 1, 1986, the Corporation's preferred interest rate was reduced from 12% to 9% and the Corporation's Beginning Farmer incentive rate was reduced from 6% to 3%. Accordingly, the estimated farm loan incentives have been reflected at the reduced rate at March 31, 1986.

Note 13 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 14 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
SCHEDULE OF OPERATING EXPENSE
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Salaries and wages	$5,994	$5,012
Employee benefits	747	578
Travel	498	541
Data processing	213	226
Directors' fees	206	228
Counsellor fees	189	31
Equipment rental and repair	173	133
Telecommunications	116	142
Depreciation	105	85
Professional fees	98	31
Stationery and office supplies	92	104
Legal	62	51
Printing and binding	58	51
Equipment purchases	45	66
Postage, freight and express	44	45
Meetings and conferences	34	37
Advertising	22	27
Microfilming	10	10
	$8,706	$7,398

Schedule 2

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
SCHEDULE OF FARM LOAN INCENTIVES
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Beginning farmer program	$38,027	$37,113
Extended incentive program	1,447	18
Range and soil improvement program	594	429
Vegetable storage program	191	129
Native range incentive program	127	157
Sheep incentive program	59	65
Dairy development incentive program	33	134
Farm booster program	11	32
Grants to estates of deceased borrowers	5	13
	$40,494	$38,090

ALBERTA AGRICULTURAL RESEARCH TRUST
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Trustees of the
Alberta Agricultural Research Trust

I have examined the balance sheet of the Alberta Agricultural Research Trust as at March 31, 1986 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Trust as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 22, 1986

ALBERTA AGRICULTURAL RESEARCH TRUST
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$355,023	$260,909
Research grants recoverable	5,000	—
	$360,023	$260,909
LIABILITIES AND UNEXPENDED FUNDS		
Current:		
Research grants payable	$145,412	$ 36,026
Administration charges payable	8,293	2,710
Unexpended funds	206,318	222,173
	$360,023	$260,909

The accompanying notes are part
of these financial statements.

ALBERTA AGRICULTURAL RESEARCH TRUST
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Contributions from the Province of Alberta, Department of Agriculture	$250,000	$250,000
Contributions from industry (Note 3)	180,906	181,802
Interest	38,453	37,230
	469,359	469,032
EXPENDITURE		
Research grants	447,192	404,511
Administration charge	38,022	26,463
	485,214	430,974
Excess of revenue over expenditure	(15,855)	38,058
Unexpended funds at beginning of year	222,173	184,115
Unexpended funds at end of year	$206,318	$222,173

ALBERTA AGRICULTURAL RESEARCH TRUST
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Agricultural Research Trust operates under the authority of the Alberta Agricultural Research Trust Act, Chapter A-14, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

Research Grants

Research grants are recorded in these financial statements when approved for payment to researchers accounts. Unexpended balances of grant funds held in researchers accounts are not reflected in these financial statements.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Contributions from Industry

Contributions from industry represent only cash donations to the Trust for specific research projects and are payable out of the Trust as research grants expenditure of the year.

Note 4 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA DAIRY CONTROL BOARD
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Retained Earnings
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Dairy Control Board

I have examined the balance sheet of the Alberta Dairy Control Board as at March 31, 1986 and the statement of revenue, expenditure and retained earnings for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Board as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 15, 1986

ALBERTA DAIRY CONTROL BOARD
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Operating:		
Current:		
Cash	$ 598,172	$ 532,076
Term deposits	37,943	34,815
Due from processors and producers (Note 3)	483,935	458,560
	1,120,050	1,025,451
Trust: (Note 4)		
Cash	517,283	1,413,360
Due from processors	1,405,871	1,742,989
	1,923,154	3,156,349
	$3,043,204	$4,181,800
LIABILITIES AND RETAINED EARNINGS		
Operating:		
Current:		
Due to processors and producers (Note 5)	$ 544,894	$ 456,827
Due to Province of Alberta	59,306	88,874
Accounts payable	5,951	9,446
	610,151	555,147
Retained earnings	509,899	470,304
	1,120,050	1,025,451
Trust liabilities (Note 4)	1,923,154	3,156,349
	$3,043,204	$4,181,800

The accompanying notes are part
of these financial statements.

ALBERTA DAIRY CONTROL BOARD
STATEMENT OF REVENUE, EXPENDITURE AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Levies	$259,100	$258,772
Management fees	218,900	238,972
Quota exchange and transfers	10,030	6,337
	488,030	504,081
EXPENDITURE		
Salaries and employee benefits	338,667	330,917
Travel	46,960	38,916
Grants and subsidies	31,512	33,197
Board fees	10,782	5,350
Printing, stationery and office supplies	5,921	8,881
Equipment rental	5,912	4,186
Freight and postage	5,298	6,631
Telephone and communication	2,580	4,622
Repairs and maintenance	442	756
Miscellaneous	361	95
	448,435	433,551
Excess of revenue over expenditure for the year	39,595	70,530
Retained earnings at beginning of year	470,304	399,774
Retained earnings at end of year	$509,899	$470,304

ALBERTA DAIRY CONTROL BOARD
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Dairy Control Board operates under the authority of the Dairy Board Act, Chapter D-1, Revised Statutes of Alberta 1980.

Note 2 Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Due from Processors and Producers

Amounts due from processors and producers consist of the following:

	1986	1985
Operating:		
Price equalization	$426,262	$415,073
Levies	25,514	22,505
Management fees	19,796	19,566
Quota exchange and transfers	12,363	1,416
	$483,935	$458,560

Note 4 Trust

Under the Comprehensive Milk Marketing Plan, the Board collects levies from processors on behalf of the producers and forwards the levies to the Canadian Dairy Commission. A portion of the levies collected can be refunded to producers under certain conditions. During the year, approximately $22,371,500 (1985 $20,508,600) of levies was collected under the above Plan.

Note 5 Due to Processors and Producers

Amounts due to processors and producers consist of the following:

	1986	1985
Operating:		
Price equalization	$443,714	$430,434
Quota exchange	101,180	26,393
	$544,894	$456,827

Note 6 Interest and Licence Fee Income

Interest from deposits and licence fee income have been credited directly to the General Revenue Fund of the Province of Alberta.

Note 7 Administration Costs

Accommodation, office furniture, certain office equipment and certain administrative services are provided to the Alberta Dairy Control Board at no cost by the Province of Alberta. In addition, 25% of the costs of enforcement and administration of Alberta Regulation 284/79 were borne by the Province.

Note 8 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA HAIL AND CROP INSURANCE CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Reserve - Crop Insurance
Statement of Revenue, Expenditure and Reserve - Hail Insurance
Notes to the Financial Statements
Schedule of Administration Expenses - Crop Insurance
Schedule of Administration Expenses - Hail Insurance
Schedule of Trust Assets and Liabilities
Schedule of Trust Revenue, Expenditure and Unexpended Funds

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Hail and Crop Insurance Corporation

I have examined the balance sheet of the Alberta Hail and Crop Insurance Corporation as at March 31, 1986 and the statements of revenue, expenditure and reserve - crop insurance and revenue, expenditure and reserve - hail insurance for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 9, 1986

ALBERTA HAIL AND CROP INSURANCE CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
General		
Current:		
Cash	$ 574,342	$ 438,453
Short-term investments (Note 5)	28,866,060	8,999,000
Accounts receivable	1,905,849	1,228,161
Due from reinsurance funds, net (Note 6)	154,782,925	181,486
Accrued interest receivable	723,632	240,635
Prepaid expenses	27,368	27,850
Due from Wildlife Damage Fund	181,002	122,321
	187,061,178	11,237,906
Long-term investments (Note 5)	6,517,123	6,737,973
Fixed:		
Automobiles	109,063	102,355
Furniture and equipment	410,811	353,469
	519,874	455,824
	194,098,175	18,431,703
Trust, Schedule 3	10,644,632	1,418,729
	$204,742,807	$19,850,432
LIABILITIES		
General		
Current:		
Accounts payable	$ 170,582	$ 97,353
Salaries and commissions payable	416,218	598,506
Estimated indemnities payable	9,834,200	4,320,000
Due to Province of Alberta	430,267	130,511
Premium refunds payable	3,609,336	—
Advances from the Province of Alberta (Note 4)	161,600,000	—
	176,060,603	5,146,370
Capital surplus	519,874	455,824
Hail Insurance Reserve	17,517,698	12,829,509
	194,098,175	18,431,703
Trust, Schedule 3	10,644,632	1,418,729
	$204,742,807	$19,850,432

The accompanying notes are part
of these financial statements.

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND RESERVE - CROP INSURANCE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Premiums charged to insured persons	$ 56,441,190	$ 46,348,004
Province of Alberta contributions (Note 7)	4,390,103	4,142,846
	60,831,293	50,490,850
Government of Canada contributions (Note 3(i))	59,802,601	49,895,097
	120,633,894	100,385,947
Less amounts ceded (Notes 3(ii) and 6):		
Crop Reinsurance Fund of Canada for Alberta	17,940,780	7,484,265
Crop Reinsurance Fund of Alberta	17,940,780	7,484,265
	35,881,560	14,968,530
	84,752,334	85,417,417
Investment income	3,112,952	7,618,095
	87,865,286	93,035,512
EXPENDITURE		
Indemnities	266,764,778	208,599,094
Administration expenses, Schedule 1	7,028,147	6,620,211
	273,792,925	215,219,305
Deficit for the year before recoveries	(185,927,639)	(122,183,793)
Less amounts recovered:		
Recoveries from reinsurance funds (Notes 3(iii) and 6)	178,899,492	29,907,743
Administration expenses recovered from the Province of Alberta (Note 8)	7,028,147	6,620,211
	185,927,639	36,527,954
Unrecovered deficit for the year	—	(85,655,839)
Reserve at beginning of year	—	85,655,839
Reserve at end of year	$ —	$ —

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND RESERVE - HAIL INSURANCE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Premiums charged	$16,516,253	$16,335,561
Deduct:		
Reinsurance costs	385,392	356,670
Cash discounts allowed	357,999	343,349
Premium refunds	3,610,200	(3,744)
	4,353,591	696,275
Premiums, net	12,162,662	15,639,286
Investment income	1,887,268	1,485,593
	14,049,930	17,124,879
EXPENDITURE		
Indemnities	7,355,696	15,265,006
Administration expenses, Schedule 2	2,006,045	2,037,816
	9,361,741	17,302,822
Surplus (deficit) for the year	4,688,189	(177,943)
Reserve at beginning of year	12,829,509	13,007,452
Reserve at end of year	$17,517,698	$12,829,509

ALBERTA HAIL AND CROP INSURANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Hail and Crop Insurance Corporation operates under the authority of the Hail and Crop Insurance Act, Chapter H-1, Revised Statutes of Alberta 1980.

Section 35(5) of the Act permits the Provincial Treasurer to make advances from the General Revenue Fund to the Corporation equal to an amount which will be paid by the Government of Canada to the Government of Alberta in accordance with the crop insurance program agreement (see Note 3) and to a total amount not exceeding $30,000,000.

During the year advances from the General Revenue Fund amounting to $161,600,000 were made to the Corporation to finance the excess of crop indemnities over crop insurance reserves (see Note 3(iii)) pending reimbursement from the reinsurance funds of Canada and Alberta.

It would appear that the amount by which the advances referred to in the preceding paragraph caused the $30,000,000 limit to be exceeded represents advances which may be in contravention of the legislative authority.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except that no depreciation has been provided on fixed assets as purchases are charged to operations in the year of acquisition. Fixed assets are shown on the balance sheet at cost with a corresponding credit shown as capital surplus.

(ii) Other significant accounting policies are as follows:

(a) Crop Insurance Fund

All premiums on policies sold during the year are included as premium revenue of the year. Contributions by the Province of Alberta towards the premium costs of insured persons are included as revenue of the year the policy is sold.

Contributions by the Government of Canada matching crop insurance premiums collected from insured persons are included as income of the year the premiums are collected. Amounts ceded to or recovered from the Crop Reinsurance Fund of Canada for Alberta and the Crop Reinsurance Fund of Alberta are included as a deduction from revenue or expenditure of the year the requirement to cede or the entitlement to recover arose.

(b) Hail Insurance Fund

All premiums on policies sold during the year are included as premium revenue of the year.

(c) Trust Funds

The Corporation is responsible for the administration of various agricultural related programs of the Province of Alberta or of the Province of Alberta and the Government of Canada in addition to the Hail Insurance program and the Crop Insurance program. These are regarded as incidental to the main business of the Corporation, are grouped under the heading 'Trust Funds', and are summarized on Schedules 3 and 4.

(d) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Crop Insurance Program Agreement

An agreement between the Province of Alberta and the Government of Canada entered into pursuant to section 43 of the Hail and Crop Insurance Act provides:

(i) for contributions to be made by the Government of Canada matching the crop insurance premiums collected from insured persons,

(ii) that payments will be made to the Crop Reinsurance Fund of Alberta and the Crop Reinsurance Fund of Canada for Alberta based on crop insurance premiums collected plus the matching amounts received or receivable from the Government of Canada,

(iii) that crop indemnities in excess of crop insurance reserves will be drawn from the Crop Reinsurance Fund of Alberta and the Crop Reinsurance Fund of Canada for Alberta, in accordance with a formula set out in the agreement for dividing any such excess between the Province of Alberta and the Government of Canada.

Note 4 Advances from the Province of Alberta

When necessary, the Province of Alberta provides interim funding to the Corporation to facilitate the payment of indemnities. These funds are recovered in future years from the Reinsurance Fund of Canada for Alberta and the Reinsurance Fund of Alberta.

Note 5 Investments

Investments are recorded at amortized cost and are summarized as follows:

	1986		1985	
	Short-term	Long-term	Short-term	Long-term
Bonds and debentures:				
Government of Canada direct and guaranteed	$ —	$1,317,000	$ —	$1,317,000
Provincial direct and guaranteed	209,980	3,638,589	100,000	3,842,486
Municipal	—	—	99,000	—
Corporate	—	1,178,534	—	1,178,487
Guaranteed investment certificates and term deposits	28,656,080	383,000	8,800,000	400,000
	$28,866,060	$6,517,123	$8,999,000	$6,737,973
Approximate market value at March 31	$28,901,104	$6,649,409	$8,992,994	$6,034,585

Note 6 Due from Reinsurance Funds

(a) The amounts due from the reinsurance funds are made up as follows:

	Reinsurance Fund of Alberta	Reinsurance Fund of Canada for Alberta	1986 Total	1985
Recoveries required	$ 61,410,691	$117,488,801	$178,899,492	$29,907,743
Recoveries received	23,852,720	—	23,852,720	20,000,000
Recoveries receivable	37,557,971	117,488,801	155,046,772	9,907,743
Amounts ceded	17,940,780	17,940,780	35,881,560	14,968,530
Payments thereon	17,800,000	17,817,713	35,617,713	5,242,273
Payable	140,780	123,067	263,847	9,726,257
Net receivable	$ 37,417,191	$117,365,734	$154,782,925	$ 181,486

(b) The balances in these funds, as at March 31, are as follows:

	Reinsurance Fund of Alberta	Reinsurance Fund of Canada for Alberta	1986 Total	1985
Opening surplus	$ 23,852,720	$ 53,717,971	$ 77,570,691	$92,509,904
Current year contributions	17,940,780	17,940,780	35,881,560	14,968,530
	41,793,500	71,658,751	113,452,251	107,478,434
Recoveries by the Corporation	61,410,691	117,488,801	178,899,492	29,907,743
Closing surplus (deficit)	$(19,617,191)	$(45,830,050)	$(65,447,241)	$77,570,691

Note 7 Province of Alberta Contributions - Crop Insurance Fund

In accordance with Crop Insurance Regulations proclaimed pursuant to the Hail and Crop Insurance Act, the Province of Alberta pays the insured person's portion of premium costs in excess of a stipulated percentage of the dollar coverage on grain and oilseed crops.

In the prior year, the Province of Alberta matched the premiums charged to persons insuring their honey crop with the Corporation, amounting to $219,267, as part of a program initiated in 1982. Effective April 1, 1985, the Crop Insurance Program Agreement was amended to include insurance of a honey crop and the Province ceased to make matching contributions.

Note 8 Administration Expenses

Pursuant to section 35(3) of the Hail and Crop Insurance Act, all administration expenses relating to the crop insurance program have been paid by the Province of Alberta. Certain of these costs were common to the crop insurance and hail insurance programs and have been allocated to each on the basis of the number of insurance contracts processed in the year. Certain office accommodations have been provided by the Province of Alberta at no charge.

Note 9 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 10 Approval of Financial Statements

These financial statements have been approved by management.

Schedule 1

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF ADMINISTRATION EXPENSES - CROP INSURANCE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Adjusters' wages and expenses	$3,016,228	$2,882,750
Salaries and employee benefits	2,373,495	2,188,888
Fieldmen's wages and expenses	275,855	363,229
Data processing	233,908	220,051
Advertising	182,105	132,469
Printing, stationery and office supplies	155,973	154,165
Collection commissions and expenses	150,658	156,892
Directors' fees and expenses	111,521	90,696
Postage and freight	107,814	84,241
Office rental costs	93,570	85,710
Research	71,121	39,702
Grain grading costs	64,820	35,865
Telephone	64,459	58,924
Furniture and equipment	49,076	70,612
Travel and automobile expenses	44,585	45,289
Crop insurance review	17,500	—
Miscellaneous	15,459	10,728
	$7,028,147	$6,620,211

Schedule 2

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF ADMINISTRATION EXPENSES - HAIL INSURANCE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Agents' commissions	$1,130,301	$1,212,670
Salaries and employee benefits	347,061	361,486
Adjusters' wages and expenses	234,641	180,449
Data processing	71,989	68,644
Advertising	68,999	64,842
Collection commissions and expenses	39,517	30,753
Directors' fees and expenses	33,329	30,232
Postage and freight	27,602	21,866
Printing, stationery and office supplies	22,400	25,844
Travel and automobile expenses	11,028	12,939
Furniture and equipment	10,849	20,803
Telephone	3,080	3,745
Miscellaneous	5,249	3,543
	$2,006,045	$2,037,816

Schedule 3

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF TRUST ASSETS AND LIABILITIES
AS AT MARCH 31, 1986

	Wildlife Damage Fund	Northern Drought Disaster Crop Advance Assistance Program	Alberta Crop Insurance Coverage Restoration Program	Low Appraisal Program	Total 1986	Total 1985
ASSETS						
Cash	$ 359,681	$ —	$5,366,568	$ 207,292	$ 5,933,541	$ 161,958
Accrued interest receivable	16,091	—	—	—	16,091	944
Due from Province of Alberta	1,860,000	—	—	—	1,860,000	1,255,827
Due from Low Appraisal Program	—	—	2,835,000	—	2,835,000	—
	$2,235,772	$ —	$8,201,568	$ 207,292	$10,644,632	$1,418,729
LIABILITIES						
Accounts payable	$ 550	$ —	$ —	$ —	$ 550	$ 58,800
Estimated claims payable	1,860,000	—	880,000	890,000	3,630,000	1,200,000
Due to general	181,002	—	—	—	181,002	122,321
Due to Coverage Restoration Program	—	—	—	2,835,000	2,835,000	—
Due to Province of Alberta	194,220	—	—	—	194,220	—
Unexpended funds (deficiency)	—	—	7,321,568	(3,517,708)	3,803,860	37,608
	$2,235,772	$ —	$8,201,568	$ 207,292	$10,644,632	$1,418,729

Schedule 4

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF TRUST REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
AS AT MARCH 31, 1986

	Wildlife Damage Fund	Northern Drought Disaster Crop Advance Assistance Program	Alberta Crop Insurance Coverage Restoration Program	Low Appraisal Program	Total	
					1986	1985
REVENUE						
Contributions from the Province of Alberta	$4,805,566	$ —	$31,500,000	$10,000,000	$46,305,566	$2,617,549
Interest income	29,928	5,276	628,121	130,895	794,220	42,072
Other	910	—	—	—	910	475
Advances recovered, net (a)	—	32,640	—	—	32,640	44,798
	4,836,404	37,916	32,128,121	10,130,895	47,133,336	2,704,894
EXPENDITURE						
Claims	4,638,921	—	24,802,018	13,646,944	43,087,883	2,476,985
Administration expenses	197,483	70,000	4,535	1,659	273,677	148,819
Contributions returned to the Province of Alberta	—	5,524	—	—	5,524	346,281
	4,836,404	75,524	24,806,553	13,648,603	43,367,084	2,972,085
Excess of revenue over expenditure	—	(37,608)	7,321,568	(3,517,708)	3,766,252	(267,191)
Unexpended funds at beginning of year	—	37,608	—	—	37,608	304,799
Unexpended funds (deficiency) at end of year	$ —	$ —	$ 7,321,568	$(3,517,708)	$ 3,803,860	$ 37,608

(a) Advances to claimants were forgivable at the rate of 1/3 per year for each of the 3 crop years, 1983, 1984 and 1985, in which the claimant carried crop insurance with the Corporation. Advances to claimants were considered to be recoverable when the conditions of the advance were violated. Under certain conditions, recovered advances were refunded to claimants. Recoverable amounts are recognized in the accounts when received.

IRRIGATION LAND MANAGER
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Irrigation Land Manager

I have examined the balance sheet of the Irrigation Land Manager as at December 31, 1985 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Irrigation Land Manager as at December 31, 1985 and the results of the Irrigation Land Manager's operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
April 11, 1986

IRRIGATION LAND MANAGER
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Cash	$ 31,361	$ 20,538
Interest accrued on agreements receivable	8,334	8,685
Lease rentals receivable, net	18,755	25,922
Agreements receivable	109,131	140,153
Land and improvements, at cost	190,577	190,577
	$358,158	$385,875
LIABILITIES		
Due to the Provincial Treasurer:		
Balance at beginning of year	$385,875	$418,890
Excess of revenue over expenditure	17,283	122,985
	403,158	541,875
Remittances to Provincial Treasurer	45,000	156,000
Balance at end of year	$358,158	$385,875

The accompanying notes are part of these financial statements.

IRRIGATION LAND MANAGER
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Revenue:		
Crop share and grazing leases	$39,630	$ 42,452
Surface leases	8,676	19,996
Interest on agreements receivable	6,745	8,097
Profit on land sale	—	79,098
	55,051	149,643
Expenditure:		
Water rates	18,853	18,728
Provision for doubtful lease rental receivables	11,000	—
Taxes	7,915	7,930
	37,768	26,658
Excess of revenue over expenditure	$17,283	$122,985

IRRIGATION LAND MANAGER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Irrigation Land Manager operates under the authority of the Irrigation Land Manager Act, Chapter I-12, Revised Statutes of Alberta 1980.

Note 2 Administration Expenses

Administration expenses are provided by the Province of Alberta at no cost, and accordingly are not reflected in these financial statements.

Note 3 Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 4 Approval of Financial Statements

These financial statements were approved by management.

THE ALBERTA ART FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Alberta Art Foundation

I have examined the balance sheet of The Alberta Art Foundation as at March 31, 1986 and the statement of revenue, expenditure and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 29, 1986

THE ALBERTA ART FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash (Note 4)	$2,800,176	$2,172,689
Interest receivable	66,456	58,228
Accounts receivable	—	91,200
Prepaid expenses	208	355
	2,866,840	2,322,472
Fixed:		
Equipment		
Purchased	17,648	15,133
Donated	4,856	4,856
	22,504	19,989
Less: Accumulated depreciation	10,383	8,234
	12,121	11,755
Art Works		
Purchased	1,031,748	870,210
Donated	275,009	193,114
	1,306,757	1,063,324
	$4,185,718	$3,397,551
LIABILITIES AND EQUITY		
Accounts payable	$ 62,883	$ 60,659
Equity:		
Equity in art works	1,306,757	1,063,324
Contributed surplus	3,060	3,658
Reserve (Note 5)	2,732,443	2,182,443
Surplus	80,575	87,467
	4,122,835	3,336,892
	$4,185,718	$3,397,551

The accompanying notes are part
of these financial statements.

THE ALBERTA ART FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Western Canada Lottery Alberta Division	$1,100,000	$1,174,712
Interest	239,389	215,129
Miscellaneous	935	438
	1,340,324	1,390,279
EXPENDITURE		
Grants	394,768	251,852
Purchase of art works	161,537	201,214
Wages	98,741	98,668
Board members fees and expenses	52,348	53,656
Cataloguing and display	46,083	19,606
Technical and professional services	21,484	10,506
Office	11,141	16,806
Public relations	6,518	7,796
Donations and gifts of art works	2,213	2,038
Miscellaneous	2,383	1,866
	797,216	664,008
Excess of revenue over expenditure for the year	543,108	726,271
Surplus at beginning of year	87,467	56,815
	630,575	783,086
Transfer to reserve (Note 5)	550,000	695,619
Surplus at end of year	$ 80,575	$ 87,467

THE ALBERTA ART FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Art Foundation operates under the authority of the Alberta Art Foundation Act, Chapter A-15, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except that art works are charged to expense at the date of acquisition. Art works are shown on the balance sheet at original cost with the offsetting credit to equity in art works.

Donated art works are shown at appraised value at date of acquisition and are recorded as equity in art works. Appraisals are performed by either Foundation personnel or a professional appraiser as determined by the Foundation. Appraised value adjustments may arise upon Board decisions to obtain professional appraisals subsequent to initial Foundation appraisals.

Equipment

Equipment purchased by the Foundation is shown at cost. Equipment donated is shown at the donor's net book value. Contributed surplus is credited with the recorded value of the donated equipment.

Equipment is depreciated over 10 years to an estimated salvage value. Depreciation on assets purchased is charged to expenditure and depreciation on donated assets is charged to contributed surplus.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Costs

Certain salary, accommodation and other overhead costs incurred in the administration of the Foundation have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Interest is earned on the daily balance in the fund at the average rate of interest earnings of the fund.

Note 5 Reserve

In accordance with a Minister of Culture directive dated August 3, 1984, fifty percent of the funds received from Western Canada Lottery Alberta Division, were transferred from surplus to reserve. The funds are required to be invested in the Consolidated Cash Investment Trust Fund of the Province of Alberta, thus providing a long-term and autonomous source of future funding. These funds are not available to The Alberta Art Foundation for use in its normal operations unless written approval to do so is granted by the Minister of Culture.

Note 6 Commitments

Outstanding commitments at March 31, 1986 amounted to $218,325 (1985 $272,136).

Note 7 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 8 Approval of Financial Statements

The financial statements were reviewed by the Chairman of the Finance Committee and have been recommended for approval by the Foundation.

THE ALBERTA CULTURAL HERITAGE FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Alberta
Cultural Heritage Foundation

I have examined the balance sheet of The Alberta Cultural Heritage Foundation as at March 31, 1986 and the statement of revenue, expenditure and operating surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 1, 1986

THE ALBERTA CULTURAL HERITAGE FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$ 14,530	$ —
Term deposits (Note 3)	1,625,000	1,671,328
Interest receivable	15,694	22,122
Accounts receivable	2,043	117,397
Inventory (Note 4)	50,400	62,300
Prepaid expenses	6,232	2,808
	1,713,899	1,875,955
Fixed:		
Furniture and equipment, at cost	23,432	20,348
Less: Accumulated depreciation	15,788	10,470
	7,644	9,878
	$1,721,543	$1,885,833
LIABILITIES AND SURPLUS		
Current:		
Bank overdraft	$ —	$ 16,275
Accounts payable	4,843	2,914
Grants payable	153,870	503,033
	158,713	522,222
Surplus:		
Reserve (Note 6)	1,000,000	—
Operating surplus	562,830	1,363,611
	1,562,830	1,363,611
	$1,721,543	$1,885,833

The accompanying notes are part
of these financial statements.

THE ALBERTA CULTURAL HERITAGE FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Western Canada Lottery Alberta Division	$ 1,300,000	$1,393,390
Interest	183,595	155,682
Sale of 'Alberta People' kits	11,982	91,601
Sale of Cultural Heritage Profiles	900	2,331
	1,496,477	1,643,004
EXPENDITURE		
Grants	1,060,304	1,254,249
'Alberta People' project	21,936	237,074
	1,082,240	1,491,323
Administration:		
Salaries and wages	116,571	44,669
Board expenses	51,000	52,625
Office rental and expenses	31,371	23,922
Equipment rental and maintenance	6,454	2,451
Depreciation	5,368	2,142
Bank charges	541	495
Miscellaneous	3,713	1,806
	215,018	128,110
	1,297,258	1,619,433
Excess of revenue over expenditure for the year	199,219	23,571
Operating surplus at beginning of year	1,363,611	1,340,040
Appropriated to reserve (Note 6)	(1,000,000)	—
Operating surplus at end of year	$ 562,830	$1,363,611

THE ALBERTA CULTURAL HERITAGE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Cultural Heritage Foundation operates under the authority of the Alberta Cultural Heritage Act, Chapter A-17.5, Statutes of Alberta 1984.

Note 2 Significant Accounting Policies

Depreciation is recorded using the straight-line method at the following rates:

Office furniture - 15% of original cost
Office equipment - 25% of original cost.

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Term Deposits

Term deposits are as follows:

	Maturity Date	Interest Rate	Cost
Bank of Alberta	April 15, 1986	9.75%	$ 50,000
Treasury Branches	April 15, 1986	11.70%	150,000
Continental Bank of Canada	May 15, 1986	9.75%	50,000
Treasury Branches	May 15, 1986	11.75%	150,000
Treasury Branches	May 15, 1986	10.70%	225,000
Treasury Branches	March 4, 1987	10.40%	1,000,000
			$1,625,000

Note 4 Inventory

Inventory consists of 144 'Alberta People' kits. As the Foundation has established a selling price of $350 for each kit which is significantly below cost, the year end inventories are shown at selling price.

Note 5 Commitments

At March 31, 1986, the Foundation had commitments totalling $212,376 (1985 $94,302) in respect of grants approved but not disbursed where certain conditions were still to be met by the applicants.

Note 6 Reserve

During the year the Foundation established a reserve for the purpose of retaining an ongoing funding capability.

Note 7 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 8 Approval of Financial Statements

These financial statements were reviewed by the Chairman and Treasurer and recommended for approval by the Foundation.

THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Alberta
Foundation for the Literary Arts

I have examined the balance sheet of the Alberta Foundation for the Literary Arts as at March 31, 1986 and the statement of revenue, expenditure and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding period.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 25, 1986

THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$287,742	$ 27,318
Short-term deposits	521,665	702,533
Lottery funds receivable	—	66,250
Interest receivable	7,593	3,976
Accounts receivable	167	—
Prepaid expenses	2,448	—
	819,615	800,077
Fixed:		
Furniture and equipment, at cost	10,992	—
Less: Accumulated depreciation	2,299	—
	8,693	—
	$828,308	$800,077
LIABILITIES AND SURPLUS		
Current:		
Grants payable	$177,660	$ 60,000
Accounts payable	12,025	—
	189,685	60,000
Surplus	638,623	740,077
	$828,308	$800,077

The accompanying notes are part
of these financial statements.

THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985 (note 3)
REVENUE		
Western Canada Lottery Alberta Division	$ 800,000	$800,000
Interest	66,883	16,905
	866,883	816,905
EXPENDITURE		
Grants	860,358	60,000
Salaries and employee benefits	47,378	—
Board members fees and expenses	29,795	11,704
Office	18,245	577
Advertising, public relations and conferences	2,854	3,502
Staff travel	2,767	—
Professional fees	2,729	—
Depreciation	2,299	—
Miscellaneous	1,912	1,045
	968,337	76,828
Excess (deficiency) of revenue over expenditure for the year	(101,454)	740,077
Surplus at beginning of year	740,077	—
Surplus at end of year	$ 638,623	$740,077

THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Foundation for the Literary Arts operates under the authority of the Cultural Foundations Act, Chapter C-40, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

Depreciation

Depreciation is recorded using the straight-line method at the following rates:

Office furniture and equipment	- 15% of original cost
Computer equipment	- 25% of original cost

Changes in financial position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Comparative Figures

Inasmuch as the Foundation came into operation on November 1, 1984, the comparative figures include only the five month period to March 31, 1985 and have been reclassified where necessary to conform to 1986 presentation.

Note 4 Approval of Financial Statements

These financial statements were reviewed by management and recommended for approval by the Board.

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Statement of Restricted Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Alberta
Foundation for the Performing Arts

I have examined the balance sheet of The Alberta Foundation for the Performing Arts as at March 31, 1986 and the statements of revenue, expenditure and operating surplus and restricted funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
September 26, 1986

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
GENERAL FUNDS		
Current:		
Cash	$ 87	$ 2,756
Short-term deposits and Treasury bills	129,607	162,301
Interest receivable	154,611	133,073
Accounts receivable	19,058	87,404
Prepaid expenses	2,355	839
Due from restricted funds	25,175	—
	330,893	386,373
Investments (Note 3)	2,941,293	2,393,634
Fixed:		
Furniture and computer equipment, at cost	35,666	20,008
Less: Accumulated depreciation	13,942	4,804
	21,724	15,204
	3,293,910	2,795,211
RESTRICTED FUNDS (Note 4(a))		
Current:		
Cash	144,462	—
Treasury bills	1,790,745	—
Interest receivable	64,499	—
	1,999,706	—
Investments (Note 3)	1,502,485	—
	3,502,191	—
	$6,796,101	$2,795,211
LIABILITIES AND SURPLUS		
GENERAL FUNDS		
Current:		
Accounts payable	$ 7,453	$ 10,267
Grants payable	70,700	66,567
	78,153	76,834
Surplus:		
Reserve (Note 5)	2,984,303	2,484,303
Operating surplus	231,454	234,074
	3,215,757	2,718,377
	3,293,910	2,795,211
RESTRICTED FUNDS		
Current:		
Accounts payable	973	—
Grants payable	79,891	—
Interest payable	79,853	—
Due to general funds	25,175	—
	185,892	—
Unexpended funds	3,316,299	—
	3,502,191	—
	$6,796,101	$2,795,211

The accompanying notes are part
of these financial statements.

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Western Canada Lottery Alberta Division	$1,001,058	$1,093,390
Investment income	335,469	249,319
Royalties (Note 6)	9,583	1,030
Donation	—	1,000
	1,346,110	1,344,739
EXPENDITURE		
Financial assistance to the performing arts		
Regular program	626,370	444,108
Performing Arts Incentive Funding Program	—	324
	626,370	444,432
Administrative:		
Salaries and employee benefits	67,686	58,478
Travel	28,118	21,980
Honoraria	27,460	19,810
Supplies	15,819	16,114
Legal and professional	13,695	3,897
Rent	13,676	8,733
Depreciation	9,182	3,716
Telephone	6,900	3,230
Meetings	5,643	2,687
Postage	5,359	2,445
Training and seminars	3,560	869
Leasehold improvements	2,381	810
Insurance	2,359	552
Advertising	1,613	—
Utilities	495	—
Miscellaneous	2,370	2,068
	206,316	145,389
Special awards program	16,044	1,905
	848,730	591,726
Excess of revenue over expenditure	497,380	753,013
Operating surplus at beginning of year	234,074	27,756
	731,454	780,769
Appropriated to reserve (Note 5)	500,000	546,695
Operating surplus at end of year	$ 231,454	$ 234,074

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
STATEMENT OF RESTRICTED FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985 (Note 4(b))
REVENUE		
Western Canada Lottery Alberta Division	$7,000,000	$ —
Investment income	364,913	1,164
	7,364,913	1,164
EXPENDITURE		
Financial assistance to the performing arts		
Conditional grants	3,448,293	—
Unconditional grants	247,469	170,176
Interest on grants	266,908	—
	3,962,670	170,176
Administrative:		
Salaries and employee benefits	38,606	—
Legal and professional	15,290	—
Travel	13,770	—
Honoraria	9,780	—
Postage	2,115	—
Telephone	1,971	—
Supplies	1,367	—
Meetings	855	—
Miscellaneous	2,190	—
	85,944	—
	4,048,614	170,176
Excess of revenue over expenditure	3,316,299	(169,012)
Unexpended funds at beginning of year	—	169,012
Unexpended funds at end of year	$3,316,299	$ —

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Foundation for the Performing Arts operates under the authority of the Cultural Foundations Act, Chapter C-40, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies

(a) Depreciation

Depreciation is recorded using the straight-line method at the following rates:

Office furniture and equipment - 15% of original cost
Computer equipment - 30% of original cost

(b) Investments

Investments are recorded at cost or amortized cost where applicable. Amortization of premium or discount is calculated on a straight-line basis from acquisition date to maturity date.

(c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Investments

Investments are summarized as follows:

	1986		1985	
	Cost	Market Value	Cost	Market Market
General funds:				
Guaranteed investment certificates	$1,500,000	$1,500,000	$1,500,000	$1,500,000
Government of Canada bonds	1,441,293	1,611,240	893,634	916,140
	2,941,293	3,111,240	2,393,634	2,416,140
Restricted funds:				
Government of Canada bonds	1,502,485	1,512,000	—	—
	$4,443,778	$4,623,240	$2,393,634	$2,416,140

The market value of guaranteed investment certificates, which are only realizable on maturity and are non-transferable, is deemed to be equal to cost.

Note 4 Restricted Funds

(a) Restricted funds represent a conditional assistance program established by the Minister of Culture in June 1985. The program is funded from uncommitted lottery funds and is intended to assist performing arts organizations to meet financial obligations and current objectives. The program, which is scheduled to terminate October 31, 1989, can require grants to be refunded by the recipients if certain conditions are not fulfilled by April 1, 1988.

(b) The 1985 comparative figures on the statement of restricted funds represent the concluding transactions for the performing arts incentive funding program which was established in 1982.

Note 5 Reserve

By a resolution of the Board of Directors 50% of the funds received from the Western Canada Lottery Alberta Division are to be retained and invested by the Foundation, thus providing a long-term and autonomous source of future funding for the grant programs. During the year, $500,000 (1985 $546,695) was appropriated from operating surplus for this purpose. An amount of $2,984,303 has been appropriated to date.

Note 6 Royalties

As a condition of some grants, the Foundation may be entitled to receive a share of producers' receipts in the form of royalties.

Note 7 Commitments

At March 31, 1986 the Foundation had general funds commitments of $271,468 (1985 $144,935) and restricted funds commitments of $2,767,284 (1985 Nil) in respect of grants approved but not yet disbursed, pending fulfillment of conditions by recipients. In addition, $145,000 (1985 Nil) of restricted funds was committed for special projects.

Note 8 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 9 Approval of Financial Statements

These financial statements were reviewed by Management and recommended for approval by the Board.

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Statement of Restricted Funds Transactions
Statement of Cash Flow
Notes to the Financial Statements

AUDITOR'S REPORT

To the Directors of The Alberta
Historical Resources Foundation

I have examined the balance sheet of The Alberta Historical Resources Foundation as at December 31, 1985 and the statements of revenue, expenditure and surplus, restricted funds transactions and cash flow for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances, except as explained in the following paragraph.

In common with other organizations which receive donations such revenue could not be completely verified by audit procedures and my examination of this revenue was confined to those amounts recorded by the Foundation.

In my opinion, except for the effect of any adjustments which might have been required had I been able to verify the completeness of revenue from donations, these financial statements present fairly the financial position of the Foundation as at December 31, 1985, the results of its operations and cash flow for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied, after giving retroactive effect to the change in the method of accounting for grants as explained in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

F.C.A.
Auditor General

Edmonton, Alberta
February 21, 1986

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
GENERAL FUNDS		
Current:		
Cash	$ 157,018	$ 55,989
Short-term deposits	597,708	402,443
Accounts receivable	9,397	99,998
Due from restricted funds	3,624	—
Prepaid expenses	1,847	1,888
	769,594	560,318
Fixed:		
Furniture and equipment, at cost	47,308	32,207
Less: Accumulated depreciation	25,645	19,707
	21,663	12,500
Loans receivable, net	27,606	33,395
Historical, at cost	198,227	130,797
Total general funds	1,017,090	737,010
RESERVE FUNDS		
Short-term deposits	302,834	278,196
RESTRICTED FUNDS		
Short-term deposits	27,237	27,141
Due from general funds	—	8,550
Total restricted funds	27,237	35,691
	$1,347,161	$1,050,897
LIABILITIES		
GENERAL FUNDS		
Current:		
Grants payable	$ 394,473	$ 139,757
Accounts payable	8,962	42,478
Due to restricted funds	—	8,550
	403,435	190,785
Surplus	415,428	415,428
Equity in historical assets	198,227	130,797
Total general funds	1,017,090	737,010
RESERVE FUNDS		
Reserve	302,834	278,196
RESTRICTED FUNDS		
Endowment funds	25,000	25,000
Expendable funds	(1,387)	10,691
Due to general funds	3,624	—
Total restricted funds	27,237	35,691
	$1,347,161	$1,050,897

The accompanying notes are part
of these financial statements.

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
REVENUE		
Contributions from the Western Canada Lottery Alberta Division	$797,600	$ 786,112
Donations	31,927	178,838
Interest	73,201	54,225
Recovery of bad debt	9,500	—
Grant from the Government of Canada	8,296	22,514
Membership fees	7,586	6,078
Miscellaneous	9,003	8,446
	937,113	1,056,213
Deduct transfers to Restricted Funds	20,474	155,782
	916,639	900,431
EXPENDITURE		
Architectural preservation	561,175	254,609
Public awareness	121,899	101,610
Salaries and employee benefits	133,242	160,067
Board of Directors expenses	40,749	35,892
Office supplies and expenses	15,593	19,095
Depreciation on furniture and equipment	5,938	3,793
Staff training	5,830	1,634
Foundation projects	4,125	12,119
Travel and car rental	3,450	10,071
Fund raising and property	—	56,837
Provision for doubtful loans receivable	—	1,000
	892,001	656,727
Surplus for the year	24,638	243,704
Surplus at beginning of year	415,428	171,724
	440,066	415,428
Deduct transfer to reserve	24,638	—
Surplus at end of year	$415,428	$ 415,428

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
STATEMENT OF RESTRICTED FUNDS TRANSACTIONS
FOR THE YEAR ENDED DECEMBER 31, 1985

	Balance at Beginning of Year	Add		Deduct	Balance at End of Year
		New Contributions	Interest	Expenditures	
Endowment Fund:					
Soderstrom Fund	$25,000	$ —	$ —	$ —	$25,000
Expendable Funds:					
Soderstrom	2,150	—	2,608	—	4,758
Petroleum Industry Oral History	13,584	20,488	—	34,072	—
Michener House	(6,295)	—	—	—	(6,295)
Old Bay House	(147)	147	—	—	—
Heritage Canada Conference	1,249	—	—	1,249	—
Bow Valley Chapter of Questar	150	—	—	—	150
	10,691	20,635	2,608	35,321	(1,387)
	$35,691	$20,635	$2,608	$35,321	$23,613

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
GENERAL FUNDS		
Sources of cash:		
Surplus for the year	$ 24,638	$243,704
Add: Repayment of loans	5,789	25,023
Depreciation	5,938	3,793
Net change in non-cash working capital	299,668	99,509
	336,033	372,029
Uses of cash:		
Purchase of fixed assets	(15,101)	(1,486)
Transfer to reserve	(24,638)	(278,196)
Change in cash	296,294	92,347
Cash and short-term deposits beginning of year	458,432	366,085
Cash and short-term deposits end of year	$754,726	$458,432

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Alberta Historical Resources Foundation operates under the authority of the Historical Resources Act, Chapter H-8, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except that the cost of historical assets is charged to expense on acquisition and shown at cost on the balance sheet as historical assets with the offsetting credit to equity in historical assets.

Furniture and Equipment

These fixed assets are depreciated at the rate of 15% per annum on a straight line basis.

Accommodation

Accommodation for the Foundation is provided by the Province of Alberta and, accordingly, the cost of accommodation is not reflected in these financial statements.

Transfer to Restricted Funds

The Foundation receives certain funds which are designated by the donor for specific purposes. Transactions related to these funds are shown in the statement of restricted funds transactions.

Reserve

The Foundation has established a reserve to provide a long term and autonomous source of funding.

Note 3 Change in Accounting Policy

In 1985, the Foundation changed its method of accounting for grants from a cash basis to an accrual basis. The change was made retroactively and the surplus for 1984 was reduced by $139,757. The change resulted in a decrease of $254,716 in the surplus for the current year.

Note 4 Commitments

As at December 31, 1985 the Foundation had commitments totalling $80,000 (1984 $111,806) with respect of grants payable in future years.

Note 5 Comparative Figures

The 1984 figures have been reclassified where necessary to conform to 1985 presentation.

Note 6 Approval of Financial Statements

These financial statements were reviewed by the Chairman and recommended for approval by the Board.

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Operations
Consolidated Statement of Operating Surplus
Consolidated Statement of Changes in Financial Position
Consolidated Statement of Endowment Fund Balance
Notes to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Board of Governors of the
Glenbow-Alberta Institute

I have examined the consolidated balance sheet of the Glenbow-Alberta Institute as at March 31, 1986 and the consolidated statements of operations, operating surplus, changes in financial position and endowment fund balance for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances, except as explained in the following paragraph.

In common with other organizations which receive donations, such revenue could not be completely verified by audit procedures and my examination of this revenue was confined to those amounts recorded by the Institute.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to verify the completeness of revenue from donations, these consolidated financial statements present fairly the financial position of the Institute as at March 31, 1986, the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 3 to the consolidated financial statements applied, after giving retroactive effect to the change in the method of accounting for deferred investment losses as explained in Note 4 to the consolidated financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
June 19, 1986

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Operating		
Current:		
Cash and deposits	$ 641,801	$ 892,037
Accrued interest receivable	171,392	244,818
Accounts receivable	110,550	140,293
Prepaid expenses	162,730	16,444
Merchandise for resale	170,699	172,710
	1,257,172	1,466,302
Collections (Note 3(e))	—	—
Property and equipment (Note 6)	1,189,759	1,358,837
	2,446,931	2,825,139
Endowment		
Marketable securities (market value 1986 $9,751,034; 1985 $8,664,777) (Note 5)	8,392,012	8,162,696
Designated		
Current:		
Deposits	3,904,205	2,870,384
Accrued interest receivable	—	79,024
	3,904,205	2,949,408
	$14,743,148	$13,937,243
LIABILITIES, EQUITY AND FUND BALANCES		
Operating		
Current:		
Accounts payable	$ 332,209	$ 303,173
Equity:		
Capital contributions	1,691,487	1,696,705
Surplus from operations	423,235	825,261
	2,114,722	2,521,966
	2,446,931	2,825,139
Endowment		
Fund balance (Note 3(c))	8,392,012	8,162,696
Designated		
Funds balance (Note 7)	3,904,205	2,949,408
	3,904,205	2,949,408
	$14,743,148	$13,937,243

The accompanying notes are part of
these consolidated financial statements.

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Income		
Province of Alberta grants		
- general operating	$2,611,133	$2,611,133
- other	32,669	2,375
Government of Canada grants		
- National Museums operating	148,164	137,871
- Canada Council	121,935	69,038
- other	285,490	101,312
Investment income - endowment	850,519	945,819
- other	175,187	197,428
Donations	951,567	935,515
Glenbow Museum Acquisitions Society contributions (Note 8)	107,153	83,446
Calgary Region Arts Foundation grant	49,280	64,148
Admissions and sales	482,746	351,997
Museum Shop sales	457,165	415,651
Miscellaneous	52,100	39,818
	6,325,108	5,955,551
Expenses		
Cultural departments	3,150,721	2,842,623
Purchases of collection items	198,003	136,154
Museum Shop	409,930	392,377
Administration and support services	1,508,065	1,266,283
Public relations	304,560	253,839
Depreciation on equipment (Note 3(d))	195,237	192,866
Professional fees	41,509	46,522
Occupancy (Note 9)		
- security	587,896	491,361
- other	141,800	188,194
Central registration	189,413	138,830
	6,727,134	5,949,049
Net operating surplus (deficit) for the year	$ (402,026)	$ 6,502

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED STATEMENT OF OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Balance at beginning of year		
As previously reported	$ 453,121	$511,900
Adjustments of amortization of prior years' capital losses (Note 4)	372,140	306,859
As restated	825,261	818,759
Net operating surplus (deficit) for the year	(402,026)	6,502
Balance at end of year	$ 423,235	$825,261

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Source of Funds		
Net operating surplus (deficit) for the year	$ (402,026)	$ 6,502
Add amount not requiring an outlay of working capital -		
Depreciation	195,237	192,866
Working capital provided by operations	(206,789)	199,368
Capital contributions -		
Grants received for the acquisition of property and equipment	5,831	15,620
Other	—	15,934
Proceeds on disposal of property and equipment	4,000	—
	(196,958)	230,922
Use of Funds		
Purchase of property and equipment	41,208	126,577
Funds transferred to the endowment investment	—	16,000
	41,208	142,577
Increase (decrease) in working capital	(238,166)	88,345
Working capital, beginning of year	1,163,129	1,074,784
Working capital, end of year	$ 924,963	$1,163,129
Working capital is represented by:		
Current assets	$1,257,172	$1,466,302
Less current liabilities	332,209	303,173
	$ 924,963	$1,163,129

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED STATEMENT OF ENDOWMENT FUND BALANCE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Contributions		
Gain on disposal of investments	$ 207,569	$ —
Other contributions	1,389	15,934
Amortization of discount on stripped bond coupons	90,168	79,692
	299,126	95,626
Reductions		
Loss on disposal and write-down to market value of investments	69,810	3,331
Endowment fund increase for the year	229,316	92,295
Endowment fund balance at beginning of year		
As previously reported	11,750,437	11,642,956
Adjustments re amortization of prior years' capital losses (Note 4)	(1,891,036)	(1,891,036)
Reclassification to capital contributions	(1,696,705)	(1,681,519)
As restated	8,162,696	8,070,401
Endowment fund balance at end of year	$ 8,392,012	$ 8,162,696

GLENBOW-ALBERTA INSTITUTE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

Glenbow-Alberta Institute operates under the authority of the Glenbow-Alberta Institute Act, Chapter G-5, Revised Statutes of Alberta 1980.

Note 2 Consolidated Financial Statements

The consolidated financial statements of Glenbow-Alberta Institute include the accounts of its wholly-owned subsidiaries, which are Glenbow Foundation and Luxton Museum Ltd.

Note 3 Significant Accounting Policies

(a) Basis of Accounting

These consolidated financial statements have been prepared in accordance with generally accepted accounting principles, except that no depreciation has been provided on buildings.

(b) Designated Funds

The Institute receives certain funds which are designated by the donor for special uses. When these funds are spent for the purposes for which they are intended, they are taken into the accounts of the Institute as operating income if the related expenditures are of an operating nature, and as a capital contribution if the related expenditures are of a capital nature. The Institute regards unexpended funds of this nature as designated funds.

It is the Institute's policy to maintain these funds separately from its own funds over which it has unrestricted authority and control.

(c) Endowment Investment

The Institute's capital endowment, initially $10,000,000, is invested in marketable securities in accordance with the provisions of the Glenbow-Alberta Institute Act. It has, over the years, been reduced by the net effect of gains and losses on security sales and other minor charges.

The Institute's policy is to recover the net capital losses realized to June 30, 1983. This was effected by the purchase of stripped bond coupons at a cost of approximately $563,000, the value of which, at maturity in 1996, will be sufficient to recover the capital losses. The discount is amortized over the life of the coupons on an incremental basis.

Investment gains and losses realized are recognized in the consolidated statement of Endowment Fund Balance.

(d) Property and Equipment

(i) Land and buildings are stated at cost to the Institute and its predecessor and wholly-owned subsidiaries. Building costs are relatively insignificant and have not been depreciated.

(ii) Furniture and equipment are depreciated at a composite rate of 10% per annum, straight-line. Land leased in Banff National Park is amortized over the life of the lease on a straight-line basis.

(e) Collections

Collection items, including gifts, constitute the principal portion of the Institute's assets but are not reflected in the consolidated balance sheet because of the practical difficulties in reflecting them at a meaningful current value. Collection items are expensed when purchased.

Note 4 Change in Accounting Policy

The policy of amortizing deferred investment losses at June 30, 1983 of $1,619,953 has now been changed to recognize the losses retroactively and reduce the book value of the investments. Amortization of losses was previously charged against endowment income. Had the policy not changed, amortization charged against endowment income would have been $73,870 (1985 $65,281).

Note 5 Endowment Investment

Short-term deposits, bonds, debentures and stocks are recorded at cost. Stripped bond coupons are recorded at cost plus accumulated amortization of the purchase discount.

	1986	1985
Bonds and debentures	$4,209,678	$5,028,143
Common and preferred stocks	1,893,506	984,345
Stripped bond coupons	775,827	685,654
Cash and short-term deposits	1,513,001	1,464,554
	$8,392,012	$8,162,696

Note 6 Property and Equipment

	1986			1985
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Furniture and equipment	$1,961,340	$1,072,718	$ 888,622	$1,057,462
Buildings	253,042	—	253,042	253,042
Leased land	50,000	1,905	48,095	48,333
	$2,264,382	$1,074,623	$1,189,759	$1,358,837

Note 7 Designated Funds Balance

Designated funds balance includes a grant of $2,000,000 from the Province of Alberta to reorganize the space in the Glenbow Museum for the purpose of combining the Glenbow and Devonian collections. Interest earned on this grant, net of expenses,is included in designated funds.

Note 8 Glenbow Museum Acquisitions Society

The Glenbow Museum Acquisitions Society is a legally separate entity whose purpose is to raise money for one of the Institute's designated funds. In 1986, the Society made contributions of $131,400 to the Institute (1985 $100,820). These contributions have been treated as designated funds.

Note 9 Imputed Rent, Province of Alberta, and Imputed Services, City of Calgary

The Glenbow Centre is leased to the City of Calgary by the Province of Alberta for a nominal amount of one dollar per year. The City of Calgary, in turn, subleases it to the Institute for the same amount per year. The City of Calgary also provides janitorial, maintenance and utility services for the Centre at no cost to the Institute. The fair market value of the services was determined to be $1,138,977 for the year ended March 31, 1986 (1985 $1,114,234). These amounts have not been included in the statement of operations. Fair market value of the rental has not been determined.

Note 10 Pooled Pension Trust Fund

The Institute has a contributory pension plan providing retirement income for all employees meeting certain age and length of service requirements. Under the terms of the plan, the Institute contributes an amount deemed necessary as recommended by a qualified actuary to fund the liabilities under the plan. In 1986 and 1985, this amount has been approximately equal to the employees' contributions to fund current service benefits. The total pension expense for the year was $105,306 (1985 $102,233).

Note 11 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 12 Approval of Financial Statements

The Audit Committee reviewed these financial statements and recommended their approval to the Institute's Board of Governors.

THE GOVERNMENT HOUSE FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Directors of The Government
House Foundation

I have examined the balance sheet of The Government House Foundation as at March 31, 1986 and the statement of revenue, expenditure and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 30, 1986

THE GOVERNMENT HOUSE FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$ 34,754	$ 38,272
Short-term deposits	50,000	—
Accrued interest receivable	1,545	1,085
	86,299	39,357
Fixed:		
Art works and furnishings		
- purchased, at cost	268,953	266,671
- donated, at appraised value	179,078	176,271
	448,031	442,942
	$534,330	$482,299
LIABILITIES AND EQUITY		
Current:		
Accounts payable	$ 2,716	$ 2,354
Equity in fixed assets:		
Purchased	268,953	266,671
Donated	179,078	176,271
	448,031	442,942
Operating surplus	83,583	37,003
	$534,330	$482,299

The accompanying notes are part
of these financial statements.

THE GOVERNMENT HOUSE FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Grants from the Province of Alberta, Department of Culture	$50,000	$50,000
Interest	5,686	2,539
Disposal of artwork	500	—
	56,186	52,539
Expenditure:		
Public relations	3,931	10,775
Furnishings	2,282	—
Office supplies and expense	1,992	2,300
Travelling and members' expenses	1,273	1,896
Professional fees	—	900
Miscellaneous	128	100
	9,606	15,971
Excess of revenue over expenditure	46,580	36,568
Surplus at beginning of year	37,003	435
Surplus at end of year	$83,583	$37,003

THE GOVERNMENT HOUSE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Government House Foundation operates as a non-profit entity under the authority of the Government House Act, Chapter G-7, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except that purchased fixed assets are charged to expense and are also shown on the balance sheet at original cost with the offsetting credit to equity in fixed assets.

Donated fixed assets are shown on the balance sheet at appraised value at the date of acquisition with the offsetting credit to equity in fixed assets.

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Costs

Salary, accommodation, basic office furnishing, and other overhead costs incurred in the administration of the Foundation have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Approval of Financial Statements

These financial statements were approved by the Chairman of the Foundation.

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Operations
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Motion Picture Development Corporation

I have examined the balance sheet of the Alberta Motion Picture Development Corporation as at March 31, 1986 and the statement of operations for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1986, and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
May 29, 1986

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Operating Fund		
Cash	$ 19,110	$ 14,367
Accounts receivable	1,060	584
Prepaid expenses	5,835	5,730
Leasehold improvements	32,901	32,900
Furniture and equipment	78,664	73,905
	137,570	127,486
Loan Fund		
Cash	285,807	99,646
Short-term deposits	—	50,000
Loans to motion picture producers (Note 3)	1,106,537	947,967
	1,392,344	1,097,613
	$1,529,914	$1,225,099
LIABILITIES		
Operating Fund		
Accounts payable	$ 11,261	$ 15,339
Due to the Province of Alberta (Note 4)	14,744	5,342
Equity in fixed assets	111,565	106,805
	137,570	127,486
Loan Fund		
Due to the Motion Picture Development Fund (Note 5)	1,392,344	1,097,613
	$1,529,914	$1,225,099

The accompanying notes are part
of these financial statements.

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Salaries and employee benefits	$136,516	$102,421
Promotion, marketing and travel	89,458	92,327
Office rental	38,867	36,217
Professional fees	33,367	42,933
Advertising	27,524	17,113
Equipment purchase, rental and repair	20,666	10,220
Supplies and services	19,507	19,297
Honorariums - Board and committee members	11,485	17,306
Telephone	11,004	12,725
Other	4,910	4,896
	$393,304	$355,455
Contribution by the Province of Alberta (Note 4)	$393,304	$355,455

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Motion Picture Development Corporation operates under the authority of the Motion Picture Development Act, Chapter M-19.1, Statutes of Alberta 1981, which expires on March 31, 1989.

Note 2 Significant Accounting Policies

a) Basis of Accounting

These financial statements have been prepared in accordance with generally accepted accounting principles except that no amortization or depreciation has been provided on leasehold improvements or furniture and equipment as these assets are charged to operations in the year of acquisition and are shown on the balance sheet at cost with the offsetting credit to equity in fixed assets.

b) Fund Accounting

The Alberta Motion Picture Development Corporation receives funding from different sources. It is the Corporation's policy to keep these funds segregated by purpose and to report the assets and liabilities of each fund separately on the balance sheet. The two funds are:

i) an operating fund which receives operating grants from the Department of Economic Development and Trade of the Province of Alberta to pay the operating expenses of the Corporation.

ii) a loan fund which receives advances from the Motion Picture Development Fund, interest earned on loans to producers and bank interest earned on unutilized advances. These amounts are used to make advances to motion picture producers.

c) Changes in Financial Position:

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Loans to Motion Picture Producers

These loans are limited to 60% of the total funds required for the pre-production stage of motion pictures.

	1986	1985
Loans and interest due from producers at beginning of year before allowance for non-recovery	$1,626,969	$ 806,855
Add:		
Loans advanced in year	872,461	693,040
Interest earned in year	219,819	136,962
	2,719,249	1,636,857
Deduct:		
Loans repaid by producers	88,375	1,461
Interest received	23,316	1,442
Loans and interest written off	39,945	6,985
	151,636	9,888
	2,567,613	1,626,969
Deduct:		
Allowance for non-recovery of loans and interest	1,461,076	679,002
Loans and interest due from producers at end of year	$1,106,537	$ 947,967

The allowance for non-recovery of loans and interest is determined:

- by management's ongoing assessment of the ability of the motion picture producers to obtain financing to cover the full cost of producing the motion pictures and to repay the loans, and
- by applying a formula which in management's opinion reflects the high financial risks faced by producers and financiers during the pre-production stage of making motion pictures.

Note 4 Due to the Province of Alberta

Operating expenses of the Corporation are paid by the Province of Alberta. The unexpended portion of the Province's contribution and the interest earned on the operating advances are due to the Province.

	1986	1985
Balance at beginning of year	$ 5,342	$ 21,111
Cash received during the year	400,000	338,888
	405,342	359,999
Operating expenses for the year	393,304	355,455
	12,038	4,544
Sundry adjustments	2,706	798
Balance at end of year	$ 14,744	$ 5,342

Note 5 Due to the Motion Picture Development Fund

	1986	1985
Due to the Fund at beginning of year before allowance for non-recovery	$1,776,615	$ 984,966
Add:		
Advances in year	995,000	643,000
Interest earned in year on loans to producers	219,819	136,962
Other interest income	6,525	18,672
	2,997,959	1,783,600
Deduct:		
Repayments of advances by the Corporation	104,594	—
Loans and interest due from producers written off	39,945	6,985
	144,539	6,985
	2,853,420	1,776,615
Deduct:		
Allowance for non-recovery of loans and interest due from producers	1,461,076	679,002
Due to the Fund at end of year	$1,392,344	$1,097,613

At its inception, the Fund was advanced $3 million which, together with interest thereon, is available to the Corporation for making loans to producers. Loans written off by the Corporation together with the allowance for non-recovery, reduce the liability of the Corporation to the Fund.

At March 31, 1986, there was a balance of approximately $1.85 million remaining in the Fund which was available to the Corporation for making loans to motion picture producers.

Note 6 Commitments

Operating Fund:

Effective August 1, 1982, the Corporation signed a five year lease for office accommodation in Canmore, Alberta. The lease has a four year renewal term and a minimum annual rent of $36,810.

Loan Fund:

At March 31, 1986 the Corporation was committed to making loan advances of $614,203 to motion picture producers.

Note 7 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 8 Approval of Financial Statements

These financial statements were reviewed by management and recommended for approval by the Board.

ALBERTA OPPORTUNITY COMPANY
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Income and Expenses
Statement of Source and Application of Funds
Notes to the Financial Statements
Schedules of Expenses

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Opportunity Company

I have examined the balance sheet of the Alberta Opportunity Company as at March 31, 1986 and the statements of income and expenses and source and application of funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Company as at March 31, 1986 and the results of its operations and the source and application of its funds for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
May 5, 1986

ALBERTA OPPORTUNITY COMPANY
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSETS		
Cash	$ 5,344,200	$ 5,993,700
Prepayments and accounts receivable	18,800	261,000
Property held for sale (Note 3)	5,751,600	3,835,500
Loans receivable (Note 4)	133,875,600	142,772,200
Office equipment (Note 5)	266,700	354,700
	145,256,900	153,217,100
Trust assets	—	139,700
	$145,256,900	$153,356,800
LIABILITIES AND ACCUMULATED DEFICIT		
Payables and accrued expenses	$ 2,065,100	$ 2,809,400
Bank guarantees called	2,635,000	2,148,400
Long term debt (Note 6)	162,400,000	167,200,000
	167,100,100	172,157,800
Accumulated deficit (Note 7)	(21,843,200)	(18,940,700)
	145,256,900	153,217,100
Trust liabilities due to the Province of Alberta	—	139,700
	$145,256,900	$153,356,800

The accompanying notes are part
of these financial statements.

ALBERTA OPPORTUNITY COMPANY
STATEMENT OF INCOME AND EXPENSES
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Income:		
Interest revenue	$ 17,742,400	$ 20,142,000
Guarantee fees	20,900	28,600
Grant from the Province of Alberta (Note 7)	8,020,900	8,470,600
	25,784,200	28,641,200
Expenses:		
Interest expense	19,043,100	20,026,400
Staff - Schedule 1	3,941,800	3,865,000
Other manpower - Schedule 2	742,700	751,800
Communications - Schedule 3	554,300	515,400
Other operating expenses - Schedule 4	887,400	752,000
	25,169,300	25,910,600
Income before the undernoted:	614,900	2,730,600
Income (loss) on disposal of inventory financed	151,100	(15,800)
Income (loss) on property held for sale (Note 8)	(708,900)	(987,000)
Provision for doubtful accounts (Note 4)	(5,181,100)	(17,733,600)
Bad debt recoveries	621,500	2,073,000
Net loss for the year	$ (4,502,500)	$(13,932,800)

ALBERTA OPPORTUNITY COMPANY
STATEMENT OF SOURCE AND APPLICATION OF FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Source of funds:		
From operations:		
Net loss for the year	$ (4,502,500)	$(13,932,800)
Add: Non cash transactions:		
Provision for doubtful accounts (Note 4)	5,181,100	17,733,600
Loss on property held for sale (Note 8)	810,300	971,500
Depreciation and amortization	129,100	99,000
	1,618,000	4,871,300
Borrowers repayments	28,049,400	22,831,600
Grant from the Province of Alberta (Note 7)	1,600,000	1,600,000
From the Province of Alberta (Note 6):		
Issue of debentures	34,000,000	35,000,000
Less: Debenture repayments	38,800,000	36,000,000
	(4,800,000)	(1,000,000)
Total source of funds	$ 26,467,400	$ 28,302,900
Application of funds:		
Loans disbursed	$ 24,333,900	$ 27,478,800
Increase in other assets	2,133,500	824,100
Total application of funds	$ 26,467,400	$ 28,302,900

ALBERTA OPPORTUNITY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Opportunity Company operates under the authority of the Alberta Opportunity Fund Act, Chapter A-34, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant accounting policies

Property held for sale:

Property held for sale by the Company is valued at the lower of cost or net realizable value.

Allowance for doubtful accounts:

The provision for doubtful accounts is determined following a detailed review of the accounts and is based on the Company's historical experience.

Office equipment:

Equipment owned by the Company is valued at cost less accumulated depreciation. Depreciation is calculated on a straight line basis at rates of 15% and 20% and per annum.

Leasehold improvements are valued at cost less accumulated amortization. Amortization is calculated over the remaining term of each lease which ranges from 1 to 8 years.

Note 3 Property held for sale

	1986	1985
Cost	$8,322,900	$5,596,500
Less: Allowance for reduction in property values	2,571,300	1,761,000
	$5,751,600	$3,835,500

Note 4 Loans receivable

	1986	1985
Loans and accrued interest receivable	$147,928,800	$160,418,200
Less: Allowance for doubtful accounts	14,053,200	17,646,000
	$133,875,600	$142,772,200

The allowance for doubtful accounts is detailed as follows:

	1986	1985
Balance, beginning of year	$ 17,646,000	$ 13,552,900
Provision	5,181,100	17,733,600
Accounts written off	(8,773,900)	(13,640,500)
Balance, end of year	$ 14,053,200	$ 17,646,000

Note 5 Office equipment

	1986	1985
Equipment	$450,600	$541,400
Less: Accumulated depreciation	236,200	256,900
	214,400	284,500
Leasehold improvements	144,900	139,200
Less: Accumulated amortization	92,600	69,000
	52,300	70,200
	$266,700	$354,700

Note 6 Long term debt

The following debenture debt series comprise debentures issued in varying amounts, rates of interest and maturity dates to the Province of Alberta and held by the Alberta Heritage Savings Trust Fund:

	Issued	Interest Rates	Maturity Dates	Balance Outstanding
Series A	$ 50,000,000	9.90%	March 31, 1989	$ 50,000,000
Series B	47,000,000	15.60 to 18.40%	June 15, 1986 to June 15, 1987	11,200,000
Series C	152,000,000	9.29 to 13.50%	September 30, 1987 to March 31, 1990	101,200,000
	$249,000,000			$162,400,000

Principal repayments are scheduled as follows:

Year ending March 31, 1987	$ 39,800,000
1988	32,200,000
1989	69,800,000
1990	13,800,000
1991	6,800,000
	$162,400,000

The Company has been informed by the Province that the holder of the Series B debentures will not accept early redemption of the debentures although this is allowed for under the terms of the debentures. The Company will then maintain the debentures until their maturity at the repayment terms in effect at issue dates and forego any interest rate reductions which may be available through early redemption and concurrent refinancing of the debt.

Note 7 Accumulated deficit

	1986	1985
Balance, beginning of year	$(18,940,700)	$ (6,607,900)
Grant from the Province of Alberta	1,600,000	1,600,000
Net loss for the year	(4,502,500)	(13,932,800)
Balance, end of year	$(21,843,200)	$(18,940,700)

An agreement has been reached whereby the Province of Alberta will provide financing designed to eliminate the deficit balance existing at March 31, 1983 of approximately $8,000,000 by way of providing an annual grant of $1,600,000 in each of the five years ending March 31, 1988.

The agreement also provides for additional financing by way of an annual grant to the Company for the assistance of small business. For the year ended March 31, 1986 $8,020,900 ($8,470,600 - 1985) was provided by way of a grant for this purpose.

Note 8 Income (loss) on property held for sale

Provision for reduction in property values		$(810,300)
Disposals:		
Gains	$ 236,300	
Losses	(96,700)	139,600
Rental:		
Income	$ 1,152,100	
Expenses	(1,190,300)	(38,200)
		$(708,900)

Note 9 Contingent liabilities

Guarantees of bank loans:

The Company is contingently liable as a guarantor of bank loans aggregating $1,490,000 ($1,435,000 - 1985).

Legal actions:

There are 26 claims totalling approximately $6,400,000 (26 claims totalling approximately $6,215,000 - 1985) against the Company and/or its various agents. The Company considers that a valid defense exists in each instance and no material loss is anticipated.

Note 10 Commitments

Authorizations undisbursed:

	1986	1985
Loans	$8,034,200	$11,072,000
Guarantees	195,000	425,000
	$8,229,200	$11,497,000

Note 11 Comparative figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 12 Financial statement review

These financial statements, which have been prepared by the Company, have been reviewed by both the management of the Company and the Audit and Budget Committee of the Board and their acceptance by the Board of Directors was recommended. The Executive Committee of the Board of Directors accepted these financial statements on behalf of the Board of Directors.

Schedules 1-4

ALBERTA OPPORTUNITY COMPANY
SCHEDULES OF EXPENSES
FOR THE YEAR ENDED MARCH 31, 1986

SCHEDULE 1

	1986	1985
Staff:		
Salaries and wages	$3,496,700	$3,350,000
Pension plans	231,200	234,100
Unemployment insurance	66,000	66,700
Medical and group insurance	86,400	89,200
Workers' Compensation Board	8,400	9,200
Educational assistance	2,600	3,800
Recruitment	500	1,100
Relocation	50,000	110,900
	$3,941,800	$3,865,000

SCHEDULE 2

	1986	1985
Other manpower:		
Board of Directors fees	$ 136,300	$ 140,700
Legal	577,700	566,400
Consultants	24,700	40,700
Credit reporting agencies	4,000	4,000
	$ 742,700	$ 751,800

SCHEDULE 3

	1986	1985
Communications:		
Telephone	$ 41,100	$ 46,700
Mail	23,200	18,800
Travel	254,700	208,500
Advertising	235,300	241,400
	$ 554,300	$ 515,400

SCHEDULE 4

	1986	1985
Other operating expenses:		
Occupancy	$ 443,200	$ 414,400
Data processing	64,000	27,800
Office supplies and services	72,900	59,800
Vehicle and equipment	120,200	107,600
Fees and subscriptions	35,200	20,400
Depreciation and amortization	129,100	99,000
Insurance	22,200	22,500
Miscellaneous	600	500
	$ 887,400	$ 752,000

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Balance
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Alberta Oil
Sands Technology and Research Authority

I have examined the balance sheet of the Alberta Oil Sands Technology and Research Authority - Oil Sands Technology and Research Fund as at March 31, 1986 and the statement of revenue, expenditure and fund balance for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
June 23, 1986

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$11,692,706	$ 7,337,583
Deposits in trust (Note 3)	1,657,694	2,694,143
Deposits on projects, net (Note 4)	487,062	2,214,826
Accounts receivable	3,572,192	1,899,745
Prepaid expense	6,052	10,874
	$17,415,706	$14,157,171
LIABILITIES AND FUND BALANCE		
Current:		
Accounts payable	$ 9,505,160	$ 7,910,820
Holdbacks payable	1,772,912	2,920,333
	11,278,072	10,831,153
Fund balance	6,137,634	3,326,018
	$17,415,706	$14,157,171

The accompanying notes are part
of these financial statements.

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
STATEMENT OF REVENUE, EXPENDITURE AND FUND BALANCE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Contributions by the Province of Alberta:		
Alberta Heritage Savings Trust Fund (Note 6)	$50,000,000	$50,000,000
Technology sales	2,156,404	2,056,808
	52,156,404	52,056,808
Expenditure:		
Underground access	15,726,767	19,452,415
Institutional research	10,289,985	10,589,050
In situ oil sands, net	6,820,315	26,441,574
Mining and extraction	4,081,376	3,549,014
Bitumen upgrading	4,651,643	1,113,669
Enhanced recovery	3,255,731	4,963,409
Carbonate trend	2,234,802	4,380,864
Authority costs	471,612	37,726
Technology handling	693,749	695,343
Heavy oil, net	738,989	1,947,081
Training activities, net	270,129	243,757
International activities	109,690	444,666
	49,344,788	73,858,568
Excess of revenue over expenditure for the year	2,811,616	(21,801,760)
Fund balance at beginning of year	3,326,018	25,127,778
Fund balance at end of year	$ 6,137,634	$ 3,326,018

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Oil Sands Technology and Research Authority operates under the authority of the Oil Sands Technology and Research Authority Act, Chapter 0-6, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

The statements present Fund transactions only, therefore, administration costs charged to the General Revenue Fund are not shown in the statement of revenue, expenditure and fund balance but are disclosed in Note 7.

Expenditures from the Fund are not capitalized due to the intangible nature of assets that may accrue to the Authority. The Authority will be entitled to share in any assets remaining at the end of a project in proportion to its percentage of participation.

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Deposits in Trust

Deposits in trust consist of deposits in the General Trust Fund of the Province of Alberta.

Note 4 Deposits on Projects

The amount of $487,062 (1985 $2,214,826) shown on the balance sheet represents the net excess of cash calls on projects over actual expenditures.

Note 5 Advances from the Province of Alberta

The Oil Sands Technology and Research Authority Act provides for advances from the General Revenue Fund of the Province of Alberta not to exceed $100,000,000.

Note 6 Contributions by the Province of Alberta

The Appropriation (Alberta Heritage Savings Trust Fund, Capital Projects Division) Act, 1985-86 provided for payments to the Authority to a maximum of $50,000,000 for the year ended March 31, 1986 (1985 $50,000,000). Amounts actually received from this source totalled $50,000,000 (1985 $50,000,000). The provision which enables the Authority to receive funds up to the stated maximum lapses at the end of the fiscal year.

Note 7 Administration Costs

Administration costs of the Authority, provided for by section 13 of the Act, are paid by the Province from funds appropriated for that purpose and are summarized as follows:

	1986	1985
Salaries and wages	$2,045,637	$1,696,585
Fees and commissions	442,747	627,953
Rental of property and equipment	305,479	397,724
Travelling and hospitality	237,341	181,740
Employee benefits	234,929	205,731
Materials and supplies	129,180	80,363
Furniture and equipment purchases	15,830	7,542
Telephone and telegraph	14,447	14,033
Advertising	11,855	—
Equipment maintenance	11,633	27,793
Freight, express and postage	8,754	19,965
Grants	4,262	1,225
Staff relocation costs	576	12,443
	$3,462,670	$3,273,097

Note 8 Commitments

In addition to the total expenditure, the Authority had outstanding commitments as at March 31, 1986 totalling $72,011,025 (1985 $93,973,867) for approved projects.

Note 9 Contingent Liabilities

The Authority is involved in a number of legal proceedings. Claims against the Authority in these proceedings, which have not been reflected in the financial statements, amount to $7,200,000. While the ultimate outcome of these proceedings cannot be determined at this time, it is the opinion of management that the disposition of these cases may have a minor effect on the financial position of the Authority.

Note 10 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA PETROLEUM MARKETING COMMISSION
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure - Operating Fund
Statement of Revenue and Expenditure - Petroleum Marketing Fund
Statement of Revenue and Expenditure - Ethane Feedstock Price Equalization Program
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Petroleum Marketing Commission

I have examined the balance sheet of the Alberta Petroleum Marketing Commission as at December 31, 1985 and the statements of revenue and expenditure for the Operating Fund, the Petroleum Marketing Fund and the Ethane Feedstock Price Equalization Program for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Commission as at December 31, 1985 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied, after giving retroactive effect to the change in accounting for inventories as explained in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
May 2, 1986

ALBERTA PETROLEUM MARKETING COMMISSION
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
OPERATING FUND		
Current		
Cash and short-term deposits	$ 7,199,478	$ 3,366,339
Accounts receivable	794,717	492,720
	7,994,195	3,859,059
Furniture, equipment and leasehold improvements, at cost (Note 4)	3,433,587	2,278,254
	11,427,782	6,137,313
PETROLEUM MARKETING FUND		
Current		
Cash and short-term deposits	62,107,670	34,802,036
Accounts receivable	297,708,934	1,035,618,047
	359,816,604	1,070,420,083
SYNCRUDE MARKETING FUND (Note 7)		
Current		
Cash and short-term deposits	500,000	109,144
Accounts receivable	62,141,463	14,889,532
	62,641,463	14,998,676
ETHANE FEEDSTOCK PRICE EQUALIZATION PROGRAM (Note 8)		
Current		
Cash and short-term deposits	4,751,645	—
Accounts receivable - sales	15,077,454	—
Receivable from the Province of Alberta	10,225,752	—
	30,054,851	—
	$463,940,700	$1,091,556,072
LIABILITIES		
OPERATING FUND		
Current		
Accounts payable	$ 1,855,419	$ 210,420
Payable to the Province of Alberta	4,483,526	2,022,239
Deferred contributions (Note 2)	1,655,250	1,626,400
	7,994,195	3,859,059
Capital surplus (Note 2a)	3,433,587	2,278,254
	11,427,782	6,137,313
PETROLEUM MARKETING FUND		
Current		
Accounts payable	94,860,505	789,544,149
Crown royalty payable	264,956,099	280,875,934
	359,816,604	1,070,420,083
SYNCRUDE MARKETING FUND		
Current		
Payable to the Province of Alberta	62,182,937	14,998,676
Pipeline tariff payable	458,526	—
	62,641,463	14,998,676
ETHANE FEEDSTOCK PRICE EQUALIZATION PROGRAM		
Current		
Accounts payable - purchases	20,054,851	—
Accounts payable from the Province of Alberta	10,000,000	—
	30,054,851	—
	$463,940,700	$1,091,556,072

The accompanying notes are part
of these financial statements.

ALBERTA PETROLEUM MARKETING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE
OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Revenue		
Interest	$3,085,343	$2,373,395
Crude oil marketing fees	2,859,622	18,030
	5,944,965	2,391,425
Expenditure		
Salaries and employee benefits	4,356,489	4,036,121
Rental of premises (Note 9)	1,057,024	1,023,560
Furniture and equipment	999,842	28,409
Technical studies	536,013	366,524
Computer services	226,192	209,832
Travel	215,135	205,552
Leasehold improvements	170,452	15,527
Personnel recruitment	131,622	68,384
Printing and office supplies	119,831	151,782
Publications and periodicals	52,240	57,666
Rental of office equipment	49,825	66,405
Postage and freight	39,649	34,416
Telephone	28,799	27,145
Advertising	22,081	22,681
Building and equipment maintenance	11,201	4,618
Insurance	3,447	3,331
Miscellaneous	12,120	12,081
	8,031,962	6,334,034
Excess of expenditure over revenue	2,086,997	3,942,609
Contributions from the Province of Alberta	2,086,997	3,942,609
	$ —	$ —

ALBERTA PETROLEUM MARKETING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE
PETROLEUM MARKETING FUND
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Revenue (Note 5)		
Sale of petroleum, pentanes plus and bitumen	$6,941,911,969	$11,124,633,908
New oil reference price supplement (Note 6)	856,086,046	1,486,685,391
Special old oil price supplement (Note 6)	755,249	6,078,584
	7,798,753,264	12,617,397,883
Expenditure (Note 5)		
Purchases	1,362,430,567	1,547,298,787
Transportation	107,272,452	170,846,842
	1,469,703,019	1,718,145,629
Excess of revenue over expenditure	6,329,050,245	10,899,252,254
Distributed as follows:		
Crown lessees' share	3,336,912,090	7,572,992,695
Crown royalty share	2,992,138,155	3,326,259,559
	6,329,050,245	10,899,252,254
	$ —	$ —

ALBERTA PETROLEUM MARKETING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE
ETHANE FEEDSTOCK PRICE EQUALIZATION PROGRAM
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985
Revenue	
Sale of natural gas	$188,200,606
Expenditure	
Purchases of natural gas	240,017,503
Excess of expenditure over revenue	51,816,897
Contributions from the Province of Alberta	51,816,897
	$ —

ALBERTA PETROLEUM MARKETING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Alberta Petroleum Marketing Commission operates under the authority of the Petroleum Marketing Act, Chapter P-5, Revised Statutes of Alberta 1980, as amended.

These financial statements disclose financial transactions undertaken by the Commission on behalf of the Minister of Energy, related to the Ethane Feedstock Price Equalization Program (Note 8). The principal elements of the Program are contained in two agreements to which the Crown, but not the Commission, is a party. The Commission performed administrative functions under the agreements on behalf of the Crown. There appears to be no express authority in the Alberta statutes for the Commission to perform its administrative functions under the agreements and the Commission relied on the provisions of the agreements as its authority for that purpose.

Note 2 Significant Accounting Policies

General

These financial statements have been prepared in accordance with generally accepted accounting principles except for the following:

a) Depreciation or amortization has not been provided on fixed assets as purchases are charged to and disposal proceeds credited to operating fund expenditure in the year of acquisition or disposal. Furniture, equipment and leasehold improvements are shown on the balance sheet at original cost with the offsetting credit to capital surplus.

b) Payment adjustments resulting from corrections to prior years' petroleum deliveries are recorded in the year they are processed. These adjustments arise primarily from operator reported amendments and changes in production information received from the Department of Energy.

Deferred Contributions

The portion of contributions received from the Province of Alberta to cover operating costs for the period January 1, 1986 to March 31, 1986 has been deferred. Contributions by the Province are based on a yearly budget for the period April 1 to March 31.

Operating Fund Expenditure

The Natural Gas Pricing Agreement Act Fund and Natural Gas Pricing Agreement Market Development Fund are administered by the Commission pursuant to the Natural Gas Pricing Agreement Act. The expenditure related to the administration of these Funds is reflected in the Statement of Revenue and Expenditure - Operating Fund.

Foreign Currency Translation

Assets in foreign currencies have been translated into Canadian dollars at forward exchange contract rates or, where not covered by forward exchange contracts, at the rate of exchange in effect at the balance sheet date.

Reliance on Information from the Department of Energy.

The Department of Energy provides the Commission with royalty and production information which is used for determining the royalty share of petroleum deliveries.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Change in Accounting Policies

Inventory

Inventory representing the Crown royalty share of crude oil remaining in feeder pipelines at December 31 is no longer recorded as an asset of the Fund. Had the accounting policy not been changed, inventory and the related Crown royalty payable would have been increased by $13,175,644 at December 31, 1985 (1984 $32,780,999).

Note 4 Furniture, Equipment and Leasehold Improvements

Changes in furniture, equipment, and leasehold improvements were as follows:

	Balance Dec. 31, 1984	Additions	Disposals	Balance Dec. 31, 1985
Furniture and equipment	$1,662,075	$1,049,829	$64,948	$2,646,956
Leasehold improvements	616,179	170,452	—	786,631
	$2,278,254	$1,220,281	$64,948	$3,433,587

Note 5 Revenue and Expenditure - Petroleum Marketing Fund

Pursuant to the Energy Pricing and Taxation Understanding entered into by the governments of Alberta and Canada on March 27, 1985, the Commission's activities changed effective June 1, 1985. Although still responsible for marketing Crown royalty oil, the Commission ceased to act as the exclusive agent for marketing of the Crown lessees' share and became a competitor with other buyers and sellers of petroleum.

The 1985 Petroleum Marketing Fund Statement of Revenue and Expenditure reflects transactions related to deliveries prior to and under deregulation as follows:

	May 1985 and Prior Deliveries	June 1985 to December 1985 Deliveries	Total
Revenue			
Sales	$4,667,493,159	$2,274,418,810	$6,941,911,969
NORP supplement	856,086,046	—	856,086,046
SOOP supplement	755,249	—	755,249
	5,524,334,454	2,274,418,810	7,798,753,264
Expenditure			
Purchases	784,400,893	578,029,674	1,362,430,567
Transportation	74,556,128	32,716,324	107,272,452
	858,957,021	610,745,998	1,469,703,019
Excess of revenue over expenditure	4,665,377,433	1,663,672,812	6,329,050,245
Distributed as follows:			
Crown lessees' share	3,336,912,090	—	3,336,912,090
Crown royalty share	1,328,465,343	1,663,672,812	2,992,138,155
	4,665,377,433	1,663,672,812	6,329,050,245
	$ —	$ —	$ —

Note 6 New Oil Reference/Special Old Oil Price Supplement

New Oil Reference Price Supplement Payments

Effective January 1, 1982, pursuant to the Canada-Alberta agreement on energy pricing dated September 1, 1981, oil discovered after December 31, 1980 became eligible for the New Oil Reference Price (NORP). NORP supplement payments were received from the federal government for the difference between the established NORP price and the field price for conventional old oil. The NORP supplement payments were extended to cover pentanes plus and bitumen effective April 1, 1982. With the advent of the Energy Pricing and Taxation Understanding, the NORP program was discontinued May 31, 1985 and crude oil prices deregulated.

Special Old Oil Price Supplement Payments

Effective July 1, 1982, pursuant to The National Energy Program Update of May 1982, oil discovered from April 1, 1974 to December 31, 1980 became eligible for the Special Old Oil Price (SOOP). SOOP supplement payments were received from the federal government for the difference between the established SOOP price and the field price for conventional old oil. This category became eligible for NORP prices, effective July 1, 1983. SOOP supplements received during the year are adjustments relating to the year ended June 30, 1983.

Note 7 Syncrude Marketing Fund

The Commission, through an agency agreement, markets the Province of Alberta's share of synthetic oil from the Syncrude Project. Acting by appointment from the Minister of Energy it also markets the Crown royalty share of synthetic oil. Since the Commission acts as a marketing agent only, sales and purchases of synthetic oil are not recorded in these financial statements. Marketing and administrative costs associated with these activities are included in the Statement of Revenue and Expenditure - Operating Fund.

Note 8 Ethane Feedstock Price Equalization Program

The Commission, on behalf of the Province of Alberta, conducts buy-sell transactions to ensure that producers of ethane by-products have access to natural gas feedstock at a price equal to the average price for intra-Alberta industrial gas. This program commenced in April, 1985 and applies to transactions from November 1, 1984 to June 30, 1986, at which time the program terminates. Funding for this program is provided by the Province of Alberta, Department of Energy.

Note 9 Commitment

Effective December 1, 1981, the Commission signed a fifteen year lease for office accommodation at a minimum annual rental of $692,360 plus occupancy costs.

Note 10 Comparative Figures

The 1984 figures have been reclassified where necessary to conform to the 1985 presentation.

Note 11 Approval of Financial Statements

These financial statements were approved by the Commission.

NATURAL GAS PRICING AGREEMENT ACT FUND
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Petroleum Marketing Commission

I have examined the balance sheet of the Natural Gas Pricing Agreement Act Fund as at December 31, 1985 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at December 31, 1985 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
May 2, 1986

NATURAL GAS PRICING AGREEMENT ACT FUND
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Current		
Cash and short-term deposits	$105,469,665	$ 34,203,514
Accounts receivable	49,313,853	55,609,434
	$154,783,518	$ 89,812,948
LIABILITIES		
Current		
Price adjustments payable	$ 14,569,360	$ 68,492,890
Market development incentive payable (Note 3)	58,414,158	21,320,058
	72,983,518	89,812,948
Reserve for market development incentive payments	81,800,000	—
	$154,783,518	$ 89,812,948

The accompanying notes are part
of these financial statements.

NATURAL GAS PRICING AGREEMENT ACT FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Revenue		
Export differential		
Natural gas sales	$6,737,395,701	$6,636,666,517
Cost of gas sold	6,039,098,906	5,523,298,171
	698,296,795	1,113,368,346
Interest	4,564,890	2,955,385
	702,861,685	1,116,323,731
Expenditure		
Price adjustments	457,787,614	1,040,010,825
Market development incentive payments (Note 3)	157,946,959	76,312,906
Transfer to Natural Gas Pricing Agreement Market Development Fund (Note 3)	5,327,112	—
	621,061,685	1,116,323,731
Excess of revenue over expenditure	81,800,000	—
Appropriation to reserve for market development incentive payments (Note 4)	81,800,000	—
	$ —	$ —

NATURAL GAS PRICING AGREEMENT ACT FUND
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Natural Gas Pricing Agreement Act Fund is established by the Natural Gas Pricing Agreement Act, Chapter N-4, Revised Statutes of Alberta 1980, as amended.

Pursuant to the Western Accord and the Canada-Alberta agreement on gas pricing, the Commission will not collect or distribute the export differential with respect to any gas delivered after October 31, 1986.

Note 2 Significant Accounting Policies

Administration Costs

In accordance with the Natural Gas Pricing Agreement Act, the Fund is administered by the Alberta Petroleum Marketing Commission. Costs of administration are reflected in the Commission's Statement of Revenue and Expenditure - Operating Fund.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Market Development Incentive Payments

In accordance with the Canada-Alberta agreement on gas pricing of November 1981 as amended, payments are required to be made to the Government of Canada for the period November 1, 1981 to April 30, 1986 to facilitate the expansion of markets for Alberta-produced gas in provinces east of Alberta. Amendments to the agreement require that additional amounts be paid to the Government of Canada for the purpose of making transportation assistance payments. These additional payments serve to maintain the 1985-86 tolls charged by TransCanada PipeLines Limited for the period November 1, 1985 to October 31, 1986 at 1984-85 levels.

Under the terms of the agreement, payments to the Government of Canada were limited to $75,000,000 for the year ended April 30, 1985, and to $160,000,000 for the fifteen month period ended April 30, 1986. However, the Natural Gas Pricing Agreement Act provides that any amount in excess of the limitations, which would otherwise be paid to the Government of Canada, is available to be transferred to the Natural Gas Pricing Agreement Market Development Fund. During the year an amount of $5,327,112 was transferred in accordance with this provision.

Market development incentive payments were as follows:

Expansion of markets	$137,693,437
Transportation assistance	20,253,522
	$157,946,959

Note 4 Reserve for Market Development Incentive Payments

The reserve for market development incentive payments represents the appropriation of funds to meet future obligations under the market development incentive payment programs outlined in Note 3 above.

Note 5 Approval of Financial Statements

These financial statements were approved by the Commission.

NATURAL GAS PRICING AGREEMENT MARKET DEVELOPMENT FUND
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Statement of Receipts, Payments and Fund Balance
Notes to the Financial Statement

AUDITOR'S REPORT

To the Members of the
Alberta Petroleum Marketing Commission

I have examined the statement of receipts, payments and fund balance of the Natural Gas Pricing Agreement Market Development Fund for the year ended December 31, 1985. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, this financial statement presents the balance of the Fund as at December 31, 1985 and the receipts collected and payments made for the year ended December 31, 1985 on a basis consistent with that of the preceding period.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
May 2, 1986

NATURAL GAS PRICING AGREEMENT MARKET DEVELOPMENT FUND
STATEMENT OF RECEIPTS, PAYMENTS AND FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Receipts		
Market development levies	$57,857,086	$9,160,685
Transfer from Natural Gas Pricing Agreement Act Fund (Note 3)	5,327,112	—
Interest	1,412,683	24,003
	64,596,881	9,184,688
Payments		
Retention incentives	28,810,437	788,404
Development incentives	24,510,180	1,255,572
	53,320,617	2,043,976
Excess of receipts over payments	11,276,264	7,140,712
Fund balance, beginning of year	7,140,712	—
Fund balance, end of year (Note 4)	$18,416,976	$7,140,712

The accompanying notes are part
of this financial statement.

NATURAL GAS PRICING AGREEMENT MARKET DEVELOPMENT FUND
NOTES TO THE FINANCIAL STATEMENT
DECEMBER 31, 1985

Note 1 Authority

The Natural Gas Pricing Agreement Market Development Fund is established by the Natural Gas Pricing Agreement Act, Chapter N-4, Revised Statutes of Alberta 1980, as amended.

Pursuant to the Western Accord the Natural Gas Markets Incentive Plan, which provides incentives for retention and development of natural gas markets in provinces east of Alberta, will end April 30, 1986.

Note 2 Significant Accounting Policies

General

Retention and development incentives are provided in respect of quantities of gas delivered in a plan year in excess of established base quantities. As there is no basis to reasonably estimate the Commission's liability for incentives prior to the completion of the plan year on April 30, 1986, this financial statement has been prepared on a cash basis.

Reliance on Distributor Submissions

In accordance with the Natural Gas Pricing Agreement Act, the Commission has entered into agreements with natural gas distributors in Manitoba, Ontario and Quebec for the purpose of providing incentives for the retention and development of natural gas markets by those distributors.

The agreements provide for retention and development incentive payments by the Commission to distributors, who in turn pass these payments on to their customers, based on natural gas consumption at eligible facilities. In accordance with these agreements, the Commission relies on certified submissions received from distributors as the basis for payments made from the Fund. Further, the agreements require that a compliance report be prepared by the distributors' auditors and provided to the Commission within six months following the end of each plan year. Any adjustments arising from these reports will be recognized in the year received.

Administration Costs

In accordance with the Natural Gas Pricing Agreement Act, the Fund is administered by the Alberta Petroleum Marketing Commission. Costs of administration are reflected in the Commission's Statement of Revenue and Expenditure - Operating Fund.

Note 3 Transfer from Natural Gas Pricing Agreement Act Fund

Under the terms of the Natural Gas Pricing Agreement Act, when a limitation on the amount of market development incentive payments is in effect, any amount in excess of the limitation which would otherwise be paid to the Government of Canada, is available to be transferred from the Natural Gas Pricing Agreement Act Fund to the Natural Gas Pricing Agreement Market Development Fund. The amount of $5,327,112 represents the transfer for the year ended April 30, 1985.

Note 4 Fund Balance

The Fund balance is represented by cash and short-term deposits.

Note 5 Comparative Figures

Inasmuch as the Fund came into operation on May 1, 1984, the comparative figures include only the eight month period to December 31, 1984.

Note 6 Approval of Financial Statement

This financial statement was approved by the Commission.

ALBERTA ENVIRONMENTAL RESEARCH TRUST
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and
  Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Trustees of the
  Alberta Environmental Research Trust

I have examined the balance sheet of the Alberta Environmental Research Trust as at December 31, 1985 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Trust as at December 31, 1985 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

F.C.A.
Auditor General

Edmonton, Alberta
February 25, 1986

ALBERTA ENVIRONMENTAL RESEARCH TRUST
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Current:		
Cash	$228,211	$311,298
Travel advance to employee	500	500
Prepaid insurance	1,963	1,473
	$230,674	$313,271
LIABILITIES		
Current:		
Research grants payable	$ 13,150	$ 19,022
Accounts payable	3,550	4,350
	16,700	23,372
Unexpended funds	213,974	289,899
	$230,674	$313,271

The accompanying notes are part
of these financial statements.

ALBERTA ENVIRONMENTAL RESEARCH TRUST
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
REVENUE		
Grants from the Province of Alberta:		
Department of the Environment	$340,000	$340,000
Interest income	29,321	39,765
Sale of reports	330	—
	369,651	379,765
EXPENDITURE		
Research grants	372,521	289,573
Salaries and employee benefits	48,045	47,351
Printing and office supplies	14,475	11,758
Travel and entertainment	7,236	7,989
Honoraria	2,160	3,791
Miscellaneous	1,139	1,081
	445,576	361,543
Excess (deficiency) of revenue over expenditure	(75,925)	18,222
Unexpended funds at beginning of year	289,899	271,677
Unexpended funds at end of year	$213,974	$289,899

ALBERTA ENVIRONMENTAL RESEARCH TRUST
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Alberta Environmental Research Trust operates under the authority of the Alberta Environmental Research Trust Act, Chapter A-20, Revised Statutes of Alberta 1980.

Note 2 Administration Costs

Equipment, furniture and certain administrative costs are provided at no charge by the Province of Alberta and, accordingly, are not reflected in these financial statements.

Note 3 Commitments

The Trust had commitments outstanding as at December 31, 1985 totalling $209,605 (1984 $200,431) for approved projects. Further commitments totalling $197,243 were made in January 1986.

Note 4 Statement of Changes in Financial Position

A statement of changes in financial position has not been provided as disclosure in these financial statements is considered to be adequate.

Note 5 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Retained Earnings
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Special Waste Management Corporation

I have examined the balance sheet of the Alberta Special Waste Management Corporation as at March 31, 1986 and the statement of revenue, expenditure and retained earnings for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 12, 1986

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1986
(thousands of dollars)

	1986	1985
ASSETS		
Current:		
Cash (Note 3)	$ 6,029	$2,942
Accounts receivable	39	2
Prepaid rent	7	—
	6,075	2,944
Participation in the Swan Hills Facility (Note 4)	3,555	—
Fixed (Note 5)	4,039	310
Other (Note 6)	665	219
	$14,334	$3,473
LIABILITIES AND EQUITY		
Current liabilities:		
Participation costs	$ 2,267	$ —
Accounts payable	575	35
Holdbacks payable	79	—
Security deposits	16	—
	2,937	35
Equity:		
Equity in the Swan Hills Facility	3,555	—
Equity in fixed assets	4,039	310
Retained earnings	3,803	3,128
	11,397	3,438
	$14,334	$3,473

The accompanying notes are part of these financial statements.

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Revenue:		
Grant from the Province of Alberta, Department of Environment	$ 9,445	$3,885
Interest earnings	612	132
Other	4	—
	10,061	4,017
Expenditure:		
Capital:		
Fixed asset purchases	3,729	310
Participation in Swan Hills Facility	3,555	—
Administration:		
Salaries and employee benefits	408	212
External consulting services	374	168
Supplies and services	55	50
Other	131	149
Collection and storage operations:		
Contract services	648	—
Occupancy	332	—
Repairs and maintenance	91	—
Other	63	—
	9,386	889
Excess of revenue over expenditure	675	3,128
Retained earnings at beginning of year	3,128	—
Retained earnings at end of year	$ 3,803	$3,128

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Special Waste Management Corporation operates under the authority of the Special Waste Management Act, Chapter S-21.5, Statutes of Alberta 1982.

Note 2 Significant Accounting Policies

a) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

(i) the cost of fixed assets is expensed in the year of acquisition. Fixed assets are also shown on the balance sheet at cost with a corresponding credit to equity in fixed assets.

(ii) the Corporation is in the process of negotiations for the establishment of a Joint Venture to construct and operate the Swan Hills Waste Disposal Facility, known as the Swan Hills Facility. Costs with respect to participation in the proposed Joint Venture is expensed in the year incurred but is also disclosed on the balance sheet as participation in the Swan Hills Facility with a corresponding credit to equity in the Swan Hills Facility.

b) A statement of changes in financial position has not been provided as disclosure in these financial statements is considered to be adequate.

Note 3 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta.

Note 4 Participation in the Swan Hills Facility

Costs of $3,555,000 for the year ended March 31, 1986 represent the Corporation's share of costs incurred by the proposed Joint Venture with respect to the Swan Hills Facility. The participants are operating under a Joint Venture proposal which specifies that the Corporation will have a 40% interest in the Joint Venture.

Note 5 Fixed Assets

Fixed assets consist of the following:

	Balance March 31, 1985	Additions During Year	Balance March 31, 1986
Swan Hills Facility:			
Access road	$ 70	$2,668	$2,738
Utilities	117	926	1,043
Deep well lease	—	90	90
Land	74	—	74
	261	3,684	3,945
Furniture and equipment	49	20	69
Leasehold improvements	—	25	25
	$310	$3,729	$4,039

Note 6 Other Assets

Other assets comprise the cost of feasibility and environmental monitoring studies which may be recovered, in whole or in part, when the terms of a proposed Joint Venture are finalized.

Note 7 Administration Expenses

Head office premises and basic office furnishings are provided by the Province of Alberta. These assets and certain administrative costs are provided at no charge and accordingly are not reflected in these financial statements.

Note 8 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 9 Approval of Financial Statements

These financial statements have been approved by the Members of the Corporation.

ENVIRONMENT COUNCIL OF ALBERTA
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Statement of Equity in Fixed Assets
Notes to the Financial Statements

AUDITOR'S REPORT

To the Chief Executive Officer of the
Environment Council of Alberta

I have examined the balance sheet of the Environment Council of Alberta as at March 31, 1986 and the statements of revenue, expenditure and unexpended funds and equity in fixed assets for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Council as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 25, 1986

ENVIRONMENT COUNCIL OF ALBERTA
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$243,880	$242,570
Contributions receivable, Province of Alberta	117,000	—
Prepaid expenses	6,707	7,505
	367,587	250,075
Fixed:		
Office equipment, at cost	125,819	112,687
Less: Accumulated depreciation	98,166	77,492
	27,653	35,195
	$395,240	$285,270
LIABILITIES AND EQUITY		
Current:		
Accounts payable	$ 26,124	$ 21,474
Equity:		
Equity in fixed assets	27,653	35,195
Unexpended funds	341,463	228,601
	369,116	263,796
	$395,240	$285,270

The accompanying notes are part
of these financial statements.

ENVIRONMENT COUNCIL OF ALBERTA
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Contributions by the Province of Alberta	$1,174,721	$1,006,134
Expenditure:		
Salaries	682,217	713,309
Travelling	137,116	130,675
Employee benefits	77,282	69,764
Printing	46,892	41,925
Equipment maintenance, office supplies and postage	41,678	35,684
Fees and commissions	20,024	84,467
Equipment rental	17,805	32,207
Advertising	13,141	14,764
Equipment purchases	13,132	30,567
Library	7,841	6,272
Telephone	3,844	3,646
Miscellaneous	887	1,594
	1,061,859	1,164,874
Excess of revenue over expenditure	112,862	(158,740)
Unexpended funds at beginning of year	228,601	387,341
Unexpended funds at end of year	$ 341,463	$ 228,601

ENVIRONMENT COUNCIL OF ALBERTA
STATEMENT OF EQUITY IN FIXED ASSETS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Balance at beginning of year	$35,195	$22,745
Add: Office equipment purchased from operations	13,132	30,567
	48,327	53,312
Less: Depreciation for the year	20,674	18,117
Balance at end of year	$27,653	$35,195

ENVIRONMENT COUNCIL OF ALBERTA
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Environment Council of Alberta operates under the authority of the Environment Council Act, Chapter E-13, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except that fixed assets are charged to expense at date of acquisition. The fixed assets are also shown on the balance sheet at original cost less accumulated depreciation, with a corresponding credit to equity in fixed assets. Depreciation is charged to equity in fixed assets and is provided over the estimated useful life of the assets on the straight line method at a rate of 33⅓% for computer equipment and software and 10% for the remaining office equipment.

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Expenses

Office furniture and accommodation are provided to the Council at no cost by the Province of Alberta and accordingly are not reflected in these financial statements.

Note 4 Approval of Financial Statements

These financial statements were approved by management.

ENERGY RESOURCES CONSERVATION BOARD
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue Surplus - General Funds
Statement of Restricted Fund Transactions
Statement of Equity in Fixed Assets
Statement of Revenue and Expenditure - Oil and Gas Operations
Statement of Revenue and Expenditure - Coal, Hydro and Electric Energy Operations
Notes to the Financial Statements
Schedule of Other Revenue - Oil and Gas Operations

AUDITOR'S REPORT

To the Members of the Energy
Resources Conservation Board

I have examined the balance sheet of the Energy Resources Conservation Board as at March 31, 1986 and the statements of revenue surplus - general funds, restricted fund transactions, equity in fixed assets, revenue and expenditure-oil and gas operations and revenue and expenditure-coal, hydro and electric energy operations for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Board as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 8, 1986

ENERGY RESOURCES CONSERVATION BOARD
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
GENERAL FUNDS		
Current:		
Cash and short-term deposits	$ 8,085,822	$ 7,979,008
Accounts receivable (Note 4)	961,761	766,881
Prepaid expenses	510,132	551,306
Due from restricted funds	—	51,209
	9,557,715	9,348,404
Fixed, at cost:		
Automobiles	1,303,775	1,171,736
Furniture and equipment	7,526,022	6,045,247
	8,829,797	7,216,983
	18,387,512	16,565,387
RESTRICTED FUNDS (Note 5)		
Current:		
Cash and short-term deposits	1,036,148	588,680
Accrued interest receivable	47,619	39,041
	1,083,767	627,721
Term deposits	—	300,000
	1,083,767	927,721
	$19,471,279	$17,493,108
LIABILITIES AND SURPLUS		
GENERAL FUNDS		
Current:		
Accounts payable	$ 2,569,727	$ 1,146,898
Revenue surplus	3,672,125	8,201,506
Reserve (Note 6)	3,315,863	—
Equity in fixed assets	8,829,797	7,216,983
	18,387,512	16,565,387
RESTRICTED FUNDS (Note 5)		
Due to general funds	—	51,209
Balance	1,083,767	876,512
	1,083,767	927,721
	$19,471,279	$17,493,108

The accompanying notes are part
of these financial statements.

ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF REVENUE SURPLUS - GENERAL FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue surplus at beginning of year	$ 8,201,506	$2,990,711
Add:		
Surplus (deficit) for the year:		
Oil and gas operations	(1,311,460)	4,962,312
Coal, hydro and electric energy operations	97,942	248,483
	(1,213,518)	5,210,795
Less:		
Appropriation to reserve (Note 6)	3,315,863	—
Revenue surplus at end of year	$ 3,672,125	$8,201,506

ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF RESTRICTED FUND TRANSACTIONS
FOR THE YEAR ENDED MARCH 31, 1986

Management Retiring Allowance Plan (Note 5)

	1986	1985
Balance at beginning of year	$ 876,512	$749,372
Add:		
Contributions	105,473	98,629
Interest	101,782	83,343
	1,083,767	931,344
Deduct:		
Expenditure	—	54,832
Balance at end of year	$1,083,767	$876,512

ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF EQUITY IN FIXED ASSETS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Balance at beginning of year	$7,216,983	$7,565,017
Add:		
Acquisition of fixed assets	2,144,953	2,102,679
	9,361,936	9,667,696
Deduct:		
Disposals	532,139	647,687
Furniture and equipment adjustments (Note 3)	—	1,803,026
	532,139	2,450,713
Balance at end of year	$8,829,797	$7,216,983

ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF REVENUE AND EXPENDITURE - OIL AND GAS OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Contribution from the Province of Alberta	$18,340,000	$19,265,000
Well administration fees	18,490,959	19,196,420
Other, Schedule 1	7,021,340	6,415,432
	43,852,299	44,876,852
Expenditure:		
Salaries and employee benefits	28,079,045	25,905,350
Building rent, improvements and maintenance	5,690,693	5,092,275
Equipment rental and maintenance	3,599,102	3,579,282
Fixed assets	2,422,045	1,276,585
Travel and automobile	1,021,837	899,928
Studies and research	903,535	416,671
Office and field supplies	814,610	618,621
Professional fees	753,455	329,835
Courses, memberships and conferences	440,364	322,346
Postage and deliveries	295,809	241,148
Telephone and telegraph	226,953	193,475
Printing and reproduction	219,837	187,580
Staff transfers and recruitment	189,419	161,828
Board hearings	167,705	361,641
Publications and periodicals	163,869	161,994
Well abandonment	14,533	2,576
Sundry	160,948	163,405
	45,163,759	39,914,540
Surplus (deficit) for the year	$(1,311,460)	$ 4,962,312

ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF REVENUE AND EXPENDITURE - COAL, HYDRO AND ELECTRIC ENERGY OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Contributions from the Province of Alberta	$2,625,000	$2,735,000
Other	28,011	14,571
	2,653,011	2,749,571
Expenditure:		
Salaries and employee benefits	1,881,358	1,863,205
Building rent, improvements and maintenance	382,307	353,649
Equipment rental and maintenance	137,317	115,929
Office and field supplies	47,174	39,132
Postage and deliveries	25,177	20,489
Printing and reproduction	20,871	14,447
Courses, memberships and conferences	20,572	19,744
Travel and automobile	17,878	25,507
Publications and periodicals	3,322	2,405
Fixed assets	2,967	7,016
Telephone and telegraph	1,818	2,341
Staff transfers and recruitment	1,485	—
Board hearings	1,382	22,891
Professional fees	—	2,835
Sundry	11,441	11,498
	2,555,069	2,501,088
Surplus for the year	$ 97,942	$ 248,483

ENERGY RESOURCES CONSERVATION BOARD
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Energy Resources Conservation Board operates under the authority of the Energy Resources Conservation Act, Chapter E-11, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies

General

These financial statements have been prepared in accordance with generally accepted accounting principles except that fixed assets are not depreciated. Fixed assets are charged against operations in the year of acquisition and, except for leasehold improvements, are shown on the balance sheet at cost with the offsetting credit to equity in fixed assets.

Reimbursement of Expenditure

Funds received from the Department of Energy as contributions toward specific projects undertaken by the Board on behalf of the Department in the amount of $301,120 (1985 $297,200), have been netted against the appropriate expenditure.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Furniture and Equipment Adjustments

As a result of a capitalization policy change, the financial statements for March 31, 1985 were adjusted by a reduction to furniture and equipment in the amount of $1,803,026.

Note 4 Accounts Receivable

Accounts receivable consist of the following:

	1986	1985
Province of Alberta	$224,923	$ 66,677
Others	736,838	700,204
	$961,761	$766,881

Note 5 Restricted Funds - Management Retiring Allowance Plan

The Board has established a management retiring allowance plan for certain management staff who are unable to participate in the Public Service Management Pension Plan. The plan is funded by annual contributions from the Board and interest thereon. The Board has no liability beyond making the annual contributions to the plan.

Note 6 Well Abandonment Reserve

The Board has established a reserve which will be used to pay for costs associated with wells that have been abandoned in a condition that does not satisfy the Board's requirements and where the licensee cannot be located.

Note 7 Lease Commitment

The Board leases office premises and office machines and equipment with lease terms ranging up to twenty years. The future minimum lease payments for each of the five succeeding years are:

1987	$5,121,407
1988	5,057,485
1989	4,929,110
1990	4,918,273
1991	4,616,181

Note 8 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ENERGY RESOURCES CONSERVATION BOARD
SCHEDULE OF OTHER REVENUE - OIL AND GAS OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Drilling licenses	$2,174,305	$1,738,180
Bank interest	1,662,128	1,762,692
Core research centre revenue	1,002,835	831,321
Pipeline revenue	678,675	678,456
Information fees	615,716	478,766
Sale of publications and maps	435,440	410,900
Magnetic tape data	290,221	321,514
Transfer fees	88,235	105,945
Change of name fees	29,540	42,560
Sundry	44,245	45,098
	$7,021,340	$6,415,432

THE WILD ROSE FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Wild Rose Foundation

I have examined the balance sheet of The Wild Rose Foundation as at March 31, 1986 and the statement of revenue, expenditure and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding period.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
May 23, 1986

THE WILD ROSE FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
GENERAL FUND:		
Current asset:		
Cash (Note 4)	$1,190,587	$1,130,506
Furniture and equipment (Note 5)	9,546	635
Total general fund	1,200,133	1,131,141
ENDOWMENT FUND: (Note 6)		
Cash (Note 4)	4,500,000	4,500,000
	$5,700,133	$5,631,141
LIABILITIES AND EQUITY		
GENERAL FUND:		
Current liabilities:		
Grants payable (Notes 2(b) and 7)	$ 582,320	$ 95,063
Accounts payable	3,503	4,063
	585,823	99,126
Equity:		
Surplus	614,310	1,032,015
Total general fund	1,200,133	1,131,141
ENDOWMENT FUND:		
Equity	4,500,000	4,500,000
	$5,700,133	$5,631,141

The accompanying notes are part
of these financial statements.

THE WILD ROSE FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985 (Note 9)
REVENUE		
Western Canada Lottery Alberta Division	$1,000,000	$1,000,000
Interest	555,591	172,981
	1,555,591	1,172,981
EXPENDITURE		
Grants (Notes 2(b) and 7)	$1,765,385	$ 95,063
Administrative:		
Salaries, wages and employee benefits	98,376	30,668
Board fees and expenses	30,749	1,985
Office supplies and expenses	29,115	3,479
Advertising and printing	26,246	5,067
Maintenance of office premises	6,601	2,125
Travel	4,361	2,203
Consultants	2,685	—
Meetings	2,464	—
Memberships and subscriptions	1,856	—
Recruitment	1,748	—
Depreciation	1,325	—
Staff training	942	195
Parking	780	—
Payroll processing service charges	196	—
Miscellaneous	467	181
	207,911	45,903
Total expenditure	1,973,296	140,966
Excess (deficiency) of revenue over expenditure	(417,705)	1,032,015
Surplus at beginning of year	1,032,015	—
Surplus at end of year	$ 614,310	$1,032,015

THE WILD ROSE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Wild Rose Foundation operates under the authority of the Wild Rose Foundation Act, Chapter W-7.8, Statutes of Alberta 1984.

Section 3 of the Wild Rose Foundation Act and a Ministerial regulation pursuant to section 6(2) caused certain interpretive difficulties for the Members of the Foundation. This legislation places certain constraints on the eligibility of projects for funding. In respect of the Members' interpretation, it is possible the resultant administrative policies may not be in strict accordance with the legislation. The Minister responsible for The Wild Rose Foundation has been notified.

Note 2 Significant Accounting Policies

(a) General:

These financial statements have been prepared in accordance with generally accepted accounting principles.

(b) Grants Payable:

Liabilities are recorded for grants payable only when all conditions required to qualify for the grants have been met by the grant recipients. (See Note 7)

(c) Depreciation:

Depreciation of furniture and equipment is recorded annually using the straight-line method at 15% of original cost.

(d) Changes in Financial Position:

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Purpose of the Foundation

The purpose of the Foundation is to provide funding to volunteer non-profit organizations that provide necessary and valuable community services to Albertans, provided these organizations are not eligible to receive funding from other specified sources.

Note 4 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Interest is earned on the daily balance in the Fund at the average rate of interest earned on Fund investments.

Note 5 Furniture and Equipment

	1986	1985
Furniture and equipment, at cost	$10,871	$635
Less: Accumulated depreciation	1,325	—
	$ 9,546	$635

Note 6 Endowment Fund

The initial contribution of $4,500,000 received from the Western Canada Lottery Alberta Division is being held in an endowment fund; the interest earned thereon is recorded as revenue. This endowment fund is not available to The Wild Rose Foundation for use in its normal operations unless approved by the Minister.

Note 7 Commitments

As at March 31, 1986, the Foundation had commitments totalling $404,727 in respect of grants approved where certain conditions were still to be met by the applicants. These commitments are not recorded as liabilities as at March 31, 1986. (See Note 2(b))

Note 8 Lease Agreement

The Foundation has entered into a lease agreement for office accommodation whereby the Foundation will have a rent-free period to September 30, 1986. Monthly lease payments of $2,208 will commence from October 1, 1986 for 39 months.

Note 9 Comparative Figures

The comparative figures on the statement of revenue, expenditure and surplus are for the period November 13, 1984 to March 31, 1985.

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 10 Approval of Financial Statements

These financial statements have been approved by management and Members of the Foundation.

ALBERTA URBAN HOSPITALS PROJECT MANAGEMENT LTD.
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Hospitals and Medical Care

I have examined the balance sheet of Alberta Urban Hospitals Project Management Ltd. as at March 31, 1986 and the statement of changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the company as at March 31, 1986 and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied, after giving retroactive effect to the change in accounting policy for reporting accruals as described in Note 4 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
June 3, 1986

ALBERTA URBAN HOSPITALS PROJECT MANAGEMENT LTD.
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$611,515	$227,447
LIABILITIES AND EQUITY		
Current:		
Due to the Province of Alberta, Department of Hospitals and Medical Care	$611,514	$227,446
Share Capital:		
Authorized:		
20,000 Class A common shares without nominal or par value		
Issued:		
1 Class A common share	1	1
	$611,515	$227,447

The accompanying notes are part
of these financial statements.

ALBERTA URBAN HOSPITALS PROJECT MANAGEMENT LTD.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Cash received:		
Department of Hospitals and Medical Care	$58,104,000	$8,627,000
Project expenditure:		
Construction	51,358,519	5,663,284
Equipment	2,902,193	—
Consultants	2,036,013	1,951,609
Administration	1,423,207	927,955
	57,719,932	8,542,848
Increase in cash during year	384,068	84,152
Cash at beginning of year	227,447	143,295
Cash at end of year	$ 611,515	$ 227,447

ALBERTA URBAN HOSPITALS PROJECT MANAGEMENT LTD.
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The company is incorporated under the Alberta Business Corporations Act. The only share issued by the company is held in trust for the Minister of Hospitals and Medical Care. The Minister has established an Urban Hospitals Project Committee to oversee, co-ordinate and arrange the planning, designing, constructing and commissioning of two major urban hospitals.

Note 2 Scope of Operations

The sole business of the company is to make payments with respect to the design, construction, equipping and commissioning of two acute care hospitals, one in Edmonton and another in Calgary. Upon completion of this project, the company is to be wound up. Assets acquired as a result of expenditures made by the company are the property of the Minister of Hospitals and Medical Care.

Note 3 Significant Accounting Policies

In the statement of changes in financial position, project expenditure represents cash payments made by the company. Payments made by the company for construction and equipment are based on contracts between the Minister of Hospitals and Medical Care and the suppliers. Liabilities for accrued expenses are not reflected in these financial statements.

Note 4 Change in Accounting Policy for Accruals

The company has revised its policy of accounting for accruals to reflect the basis of accounting as described in Note 3. The previous statement of cash receipts and disbursements has been replaced by a statement of changes in financial position which does not include the accounts and holdbacks payable reported on the previous statement in the amount of $1,876,892. The effect on the balance sheet is that amounts due from the Province of Alberta and liabilities have each been reduced by $1,649,446.

Note 5 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation. The comparative amounts were reported on by a firm of chartered accountants.

Note 6 Approval of Financial Statements

These financial statements were approved by the Urban Hospitals Project Committee.

ALBERTA MORTGAGE AND HOUSING CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report

Corporate Account

Balance Sheet
Statement of Revenue, Expenditure and Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Investments
Schedule of Long-Term Debt
Schedule of Administration Expenses

Mortgage Insurance Fund

Balance Sheet
Statement of Revenue, Expenditure and Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Mortgage and Housing Corporation

I have examined the balance sheets of the Corporate Account and the Mortgage Insurance Fund of the Alberta Mortgage and Housing Corporation as at March 31, 1986 and the related statements of revenue, expenditure and deficit and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1986 and the results of its operations and changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements of the Corporate Account and the Mortgage Insurance Fund applied, except for the change in the accounting for the value of investments in land banking and inventory as described in Note 3 to the financial statements of the Corporate Account, on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 30, 1986

ALBERTA MORTGAGE AND HOUSING CORPORATION
CORPORATE ACCOUNT
BALANCE SHEET
AS AT MARCH 31, 1986
(thousands of dollars)

	1986	1985
ASSETS		
Cash and deposits (Note 4)	$ 214	$ 28,671
Due from Mortgage Insurance Fund Account	221,697	84,922
Accounts receivable	9,760	9,627
Agreements receivable (Note 5):		
Province of Alberta	4,731	4,850
Other	9,398	9,868
Investments (Schedule 1) (Note 6)	3,808,608	4,069,272
	$4,054,408	$4,207,210
LIABILITIES		
Accounts payable	$ 11,844	$ 8,208
Holdbacks payable	1,121	2,051
Accrued interest payable	201,473	213,124
Short-term notes payable (Note 7)	36,878	90,547
Due to the Province of Alberta	35,570	27,377
Property tax deposits on mortgages	27,978	29,144
Advance from the Province of Alberta (Note 8)	290,833	311,500
Long-term debt (Schedule 2)	3,532,211	3,527,759
	4,137,908	4,209,710
Deficit (Note 11)	(83,500)	(2,500)
	$4,054,408	$4,207,210

The accompanying notes are part
of these financial statements.

ALBERTA MORTGAGE AND HOUSING CORPORATION
CORPORATE ACCOUNT
STATEMENT OF REVENUE, EXPENDITURE AND DEFICIT
FOR THE YEAR ENDED MARCH 31, 1986

(thousands of dollars)

	1986	1985
REVENUE		
Interest income:		
Mortgages (Note 9)	$275,696	$295,074
Bank and other	2,697	2,912
Rentals	12,481	13,182
Sales:		
Lots	11,525	6,142
Housing units	1,194	2,929
Other revenue	1,123	600
	304,716	320,839
EXPENDITURE		
Interest expense	461,698	504,805
Provision for decline in value of land (Note 10)	81,000	2,500
Deficit transferred from the Mortgage Insurance Fund	49,179	—
Administration expenses (Schedule 3)	26,793	26,616
Cost of sales:		
Lots	8,394	5,954
Housing units	1,666	2,558
Amortization of investments	7,556	8,390
Grants and subsidies	5,859	1,590
Building maintenance and expenses	5,266	6,970
Valuation provisions	808	36
Development costs (recovered) written off on abandoned projects	(127)	156
	648,092	559,575
Less: Recoveries		
- Canada Mortgage and Housing Corporation	45,894	39,185
- Municipalities	3,464	2,890
- Interest allocation to projects under construction	1,978	6,031
- Other	4,259	2,164
	55,595	50,270
	592,497	509,305
Excess of expenditure over revenue for the year	287,781	188,466
Contribution by the Province of Alberta	206,781	185,966
Deficit for the year	81,000	2,500
Deficit at beginning of the year	2,500	—
Deficit at end of the year (Note 11)	$ 83,500	$ 2,500

ALBERTA MORTGAGE AND HOUSING CORPORATION
CORPORATE ACCOUNT
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Operating transactions:		
Excess of expenditure over revenue	$(287,781)	$(188,466)
Non-cash items:		
Cost of sales:		
Lots	8,394	5,954
Housing units	1,666	2,558
Provision for decline in value of land	81,000	2,500
Amortization of investments	7,556	8,390
Amortization of short-term notes	11,832	6,528
	(177,333)	(162,536)
Operating advances received from the Province of Alberta	242,351	343,106
Repayment of operating advances	(27,377)	—
Increase in amount due from the Mortgage Insurance Fund	(136,775)	(151,223)
Decrease in other liabilities	(10,111)	(15,258)
Decrease in other assets	456	562
Cash (applied to) provided by operating transactions	(108,789)	14,651
Investing transactions:		
Net decrease in mortgages and loans receivable	189,217	72,510
Investment in land and housing programs	(27,169)	(34,422)
Cash provided by investing transactions	162,048	38,088
Financing transactions:		
Grid note issued	59,100	50,450
Repayment of grid note	(57,400)	(50,450)
Mortgages assumed	337	—
Debentures issued - Province of Alberta	185,000	100,000
Repayment of advance to the Province of Alberta	(20,667)	(6,500)
Short-term notes issued	597,755	136,054
Repayment of short-term notes	(664,956)	(95,000)
Repayment of long-term debt	(180,885)	(182,687)
Cash applied to financing transactions	(81,716)	(48,133)
Net (decrease) increase in cash	(28,457)	4,606
Cash at beginning of the year	28,671	24,065
Cash at end of the year	$ 214	$ 28,671

ALBERTA MORTGAGE AND HOUSING CORPORATION
CORPORATE ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Mortgage and Housing Corporation came into existence on August 1, 1984 as a result of the amalgamation of the Alberta Housing Corporation and the Alberta Home Mortgage Corporation, pursuant to the Alberta Mortgage and Housing Corporation Act, Chapter A-32.5, Statutes of Alberta 1984 ('the Act').

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except for those noted under (a) fixed assets, under (b) valuation of investments - notes (i) and (ii) and under (c) revenue recognition.

(a) Fixed assets

Purchases of fixed assets used for administration purposes are charged to operations in the year of purchase and on disposal the proceeds are recorded as revenue.

(b) Valuation of investments

(i) Land programs

Land is stated at cost less an allowance for decline in value of an enduring nature.

(ii) Housing programs

Investment in housing programs is stated at amortized cost. Amortization is equal to the redemption of the long-term debt used for financing the programs.

(iii) Mortgages and loans receivable

No provision is made in the Corporate Account for loss on loans due to default by borrowers since the loss is provided for in the Mortgage Insurance Fund or the loans are guaranteed by the Federal Government.

(c) Revenue recognition

(i) Land programs

Revenue from the sale of lots is normally recorded when the required deposit is received and all other material conditions have been met. The cost of investment is reduced by the selling price and a gain or loss on a project is not recognized until all lots within that project are sold. As a result the cost of lot sales in the statement of revenue and expenditure will represent sales proceeds until all lots within the project are sold.

(ii) Housing programs

Revenue from the sale of surplus housing units is recognized only when the sales proceeds have been received in full.

(d) Consolidation

The financial statements of the Mortgage Insurance Fund have not been consolidated with these financial statements as it would not result in more informative presentation.

(e) Interest income and expense

Interest income and expense are accounted for on the accrual basis. Interest income on mortgages is recorded net of the subsidies provided by the Corporation. Subsidies take the form of lower interest rates based on one or more factors, such as the borrower's income, timing, prevailing economic conditions or the nature of the lending program.

(f) Management agencies

A substantial number of properties owned by the Corporation are managed by non-profit organizations, acting as agents of the Corporation. In these cases, the operating deficits and the operating surpluses of the properties are aggregated and recorded net by the Corporation on the statement of revenue and expenditure rather than the gross revenue and expenditure attributed to the properties.

(g) Recoveries

Contributions from Canada Mortgage and Housing Corporation and municipalities in accordance with housing program cost sharing agreements are reported in aggregate, as a deduction from expenditure, on the statement of revenue and expenditure.

(h) Capitalization of expenses

Interest costs, relating to the financing of projects under construction, are capitalized and form part of the cost of the investment in those projects.

Overhead expenses and local improvement taxes, relating to projects under construction and land held under the land programs, are capitalized and form part of the cost of the investments.

(i) Deficit

Provision for decline in value of the assets of the Corporation, set up in the Corporate Account and excluded from the operating deficit of the Corporation by the Provincial Treasurer pursuant to section 14 of the Act, is recorded and retained as deficit of the Corporate Account.

Note 3 Change in Accounting Policy

During the year the Corporation changed its accounting policy from not providing for declines in value of an enduring nature in the investments in land banking and inventory, to providing for such losses. This change in accounting policy, which has been applied prospectively, results in an increase in the deficit of the Corporate Account for 1986 of $81,000,000 with a corresponding reduction in the value of investments.

Note 4 Cash and Deposits

Cash and deposits consist of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta, petty cash funds and cash in transit at March 31, 1986.

Note 5 Agreements Receivable

(a) Province of Alberta

This amount is equal to, and is receivable under the same terms as, the debentures issued by the Corporation to finance the building of students' residences in the Province.

(b) Other

This amount consists of receivables from municipalities resulting under agreements for the sale or development of land, and also receivables from Native Bands in respect to rural mobile home purchase agreements.

Note 6 Investments

(a) Land programs

(i) Land banking and inventory

This represents the costs of land, with an allowance for decline in the value of an enduring nature, acquired for future development and sale by the Corporation and also the cost of land acquired on behalf of municipalities under land banking agreements.

(ii) Land held for sale

This represents land at cost with an allowance for decline in value of an enduring nature, currently held for sale.

(b) Housing programs

The amortized cost of land, buildings, furniture, fixtures and equipment acquired and utilized in the delivery of housing programs, is shown in total under this heading.

(c) Mortgages and loans receivable

This represents balances outstanding in respect of the amounts advanced under the lending programs inclusive of accrued interest.

Note 7 Short-Term Notes Payable

Short-term notes payable are held by the Alberta Provincial Corporation Loan Fund and mature within one year.

Note 8 Advance from the Province of Alberta

In March 1984 the Corporation received an interest free advance in the amount of $318,000,000, which is repayable on demand, from the General Revenue Fund of the Province of Alberta of which $278,880,000 was used to redeem long-term debt. The amount outstanding at March 31, 1986 is $290,833,000 (1985 $311,500,000).

Note 9 Mortgage Subsidies

The mortgage interest income figure is shown net of the following mortgage subsidies:

	Interest Renegotiation Subsidies	Interest Rate Subsidies	Direct Subsidies	Total Subsidies 1986	Total Subsidies 1985
	(thousands of dollars)				
	(a)	(b)	(c)		
Home-ownership programs	$ 20,964	$ 12,307	$ 11,844	$ 45,115	$ 55,932
Rental programs	7,754	59,775	10,452	77,981	79,924
Land programs	—	145	8	153	121
	$ 28,718	$ 72,227	$ 22,304	$123,249	$135,977

(a) Interest Renegotiation Subsidies

Interest renegotiation subsidies arise from the Corporation's offers, made in previous years, to write-down the interest rate on its mortgage portfolio to 12.5% from the rate specified in the mortgage document. In part, this indirect subsidy resulted in a decrease in direct subsidies.

(b) Interest Rate Subsidies

The Corporation normally provides mortgage financing at or near prevailing mortgage interest rates, however, during certain periods of time and under certain lending programs, mortgages have been provided at lower rates. The calculation of interest rate subsidies is based on the difference between the prevailing interest rate (the lowest five years National Housing Act rate available from five specified chartered banks) at the date the mortgage is issued and the reduced rate stipulated in the mortgage agreement applied to the monthly balance. In part, this indirect subsidy resulted in a decrease in direct subsidies.

(c) Direct Subsidies

The Corporation also subsidizes mortgages by providing mortgage payment reductions based on the income level of the mortgagor. The calculation of the mortgage payment subsidies is based on the amounts stipulated in the mortgage reduction agreements.

(d) Subsequent Event

Effective May 1, 1986 the Corporation offered subsidies to the mortgagors financed under the Core Housing Incentive Program and the Modest Apartment Program. The subsidies will effectively reduce the interest rate to 6% per annum. For units not subject to rent controls the amount of the subsidy will be reduced by any positive cash flow generated in respect to those units. For the mortgagors who accept the offer and receive the subsidy, rent controls will be extended subject to certain limitations.

Note 10 Provision for Decline in Value of Land Held for Sale

To recognize a decline of an enduring nature in the value of land, the Corporation recorded a provision of $81,000,000 (1985 $2,500,000). The cumulative allowance at March 31, 1986 is $100,000,000 (1985 $19,000,000).

Note 11 Deficit at End of the Year

Pursuant to section 14 of the Act, the operating defict of the Corporation is paid out of monies voted by the Alberta Legislature. Effective June 5, 1985, as a result of an amendment to the Act, the Provincial Treasurer may exclude from the operating deficit all or any part of an expenditure in respect to a provision for a decline in the value of assets of the Corporation. This has resulted in the Corporation retaining a deficit of $83,500,000 (1985 $2,500,000) in the Corporate Account at March 31, 1986.

Note 12 Commitments and Contractual Obligations

The Corporation has commitments totalling $11,195,000 (1985 $34,682,000) with respect to unadvanced amounts on approved mortgages and loans, as well as contractual obligations with respect to investment in projects in the amount of $10,830,000 (1985 $15,948,000).

Note 13 Contingent Liabilities

The Corporation is involved in a number of legal proceedings. Claims against the Corporation in these proceedings, which have not been reflected in the financial statements, amount to $5,780,000 (1985 $5,090,000). While the ultimate outcome of these proceedings cannot be predicted at this time, it is the opinion of management that the disposition of these cases will not have a materially adverse effect on the financial position of the Corporation.

Note 14 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 15 Approval of Financial Statements

These financial statements have been prepared and approved by management.

Schedule 1

ALBERTA MORTGAGE AND HOUSING CORPORATION
CORPORATE ACCOUNT
SCHEDULE OF INVESTMENTS
AS AT MARCH 31, 1986
(thousands of dollars)

	1986	1985
Land Programs		
Land banking and inventory	$ 193,822	$ 187,339
Land held for sale	111,766	123,184
	305,588	310,523
Less: Allowance for decline in value of land	100,000	19,000
	205,588	291,523
Housing Programs		
Senior citizens self-contained	597,729	581,237
Community housing	291,526	290,589
Senior citizens lodges	123,257	119,069
Industrial and mobile home parks	52,784	52,557
Provincial staff housing	23,792	23,988
Other	22,497	22,101
	1,111,585	1,089,541
Less: Amortization	49,840	42,284
	1,061,745	1,047,257
Mortgages and Loans Receivable		
Home-ownership	1,180,293	1,368,519
Rental	1,248,211	1,253,632
Land	112,771	108,341
	2,541,275	2,730,492
	$3,808,608	$4,069,272

Schedule 2

ALBERTA MORTGAGE AND HOUSING CORPORATION
CORPORATE ACCOUNT
SCHEDULE OF LONG-TERM DEBT
AS AT MARCH 31, 1986
(thousands of dollars)

Particulars	Year of Maturity	Weighted Average Interest Rate	Principal Outstanding	
		%	1986	1985
Debentures payable				
- Province of Alberta (1)	1986	18.30	$ —	$ 15,232
	1988	13.19	48,303	43,916
	1989	12.94	99,986	119,685
	1990	12.05	275,539	285,745
	1991	16.19	110,725	83,457
	1992	15.85	34,441	70,178
	1993	16.37	109,701	156,350
	1994	16.71	77,515	123,680
	1995	16.51	41,505	43,072
	1997	14.57	63,958	66,035
	2001	14.93	428,766	434,981
	2002	14.46	312,984	317,356
	2003	12.54	308,980	313,771
	2004	14.01	78,712	79,599
	2005	10.13	80,000	—
	2006	10.12	361,568	290,537
	2007	11.96	168,194	169,975
	2008	10.82	109,640	110,810
	2009	10.52	33,406	33,726
	2010	12.77	88,455	68,826
	2011	15.94	158,638	149,037
	2012	15.18	138,799	139,220
	2013	12.53	237,611	238,622
	2015	12.51	19,930	20,000
			3,387,356	3,373,810
- Canada Mortgage and Housing Corporation (2)	1986	7.88	—	64
	1990	8.63	18	22
	1998	5.81	1,965	2,066
	2000	8.00	395	410
	2001	8.00	365	377
	2022	7.85	2,636	2,649
	2023	7.53	8,219	8,279
	2024	7.88	2,768	2,780
	2025	8.03	4,854	4,872
	2026	8.01	15,576	15,629
	2027	9.47	22,043	22,089
	2028	9.97	25,979	26,020
	2029	9.58	21,093	21,127
	2030	9.54	4,632	4,639
			110,543	111,023
- Other (1)	1988	11.17	30,381	38,498
Mortgages and Agreements for Sale (3)				
- Province of Alberta	Various		3,153	3,679
- Other	Various		778	749
			3,931	4,428
			$3,532,211	$3,527,759

Notes:

1. Debentures with the Province of Alberta represent the investment of the Alberta Heritage Savings Trust Fund. Debentures with the Province of Alberta and other are at various interest rates ranging from 9.10% to 18.09% and are repayable by annual or semi-annual equal installments comprising principal and interest. However, interest rates are redetermined every five years on debentures having an aggregate principal balance outstanding of $2,576,565 (1985 $2,693,988) and annually on debentures having an aggregate principal balance outstanding of $130,000 (1985 Nil).
2. Debentures with Canada Mortgage and Housing Corporation are at various interest rates ranging from 5.75% to 10.0% and are repayable by annual or semi-annual equal installments comprising principal and interest.
3. Mortgages and agreements for sale are at various interest rates and are repayable by equal monthly or annual installments comprising principal and interest. Mortgages are secured against certain investments.
4. Approximate aggregate principal repayments due in each of the next five years are:

	1986	1985
1985/86	$ —	$138,695
1986/87	162,420	158,340
1987/88	172,375	171,179
1988/89	188,451	195,162
1989/90	179,527	187,104
1990/91	160,995	—

5. The repayment of principal and interest of any borrowings of the Corporation is guaranteed by the Province of Alberta.

Schedule 3

ALBERTA MORTGAGE AND HOUSING CORPORATION
CORPORATE ACCOUNT
SCHEDULE OF ADMINISTRATION EXPENSES
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Manpower	$17,838	$18,840
Services	4,153	4,196
Purchase of fixed assets	2,026	712
Travel and communications	1,592	1,786
Materials and supplies	762	603
Staff recruitment, relocation and training	279	285
Staff housing subsidy	72	120
Directors' fees	16	20
Miscellaneous	55	54
	$26,793	$26,616

ALBERTA MORTGAGE AND HOUSING CORPORATION
MORTGAGE INSURANCE FUND
BALANCE SHEET
AS AT MARCH 31, 1986
(thousands of dollars)

	1986	1985
ASSETS		
Cash and deposits (Note 3)	$ 1,958	$ 2,812
Accounts receivable	898	—
Accrued interest receivable	1,647	1,194
Real estate (Note 4)	202,323	109,331
Investments (Note 5)	60,437	53,224
	$267,263	$166,561
LIABILITIES		
Accounts payable	$ 900	$ 304
Due to Corporate Account	221,697	84,922
Allowance for loss on claims	282,296	310,000
Unearned premium	10,555	12,496
	515,448	407,722
Deficit (Note 6)	(248,185)	(241,161)
	$ 267,263	$ 166,561

The accompanying notes are part
of these financial statements.

ALBERTA MORTGAGE AND HOUSING CORPORATION
MORTGAGE INSURANCE FUND
STATEMENT OF REVENUE, EXPENDITURE AND DEFICIT
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
REVENUE		
Investment income	$ 6,324	$ 6,107
Premiums earned	3,207	4,471
Rental income	8,319	2,158
Gain (loss) on sale of bonds	(7)	16
Recoveries in respect of writs receivable	245	1
	18,088	12,753
EXPENDITURE		
Interest to Corporate Account	32,651	10,972
Real estate expenses	15,635	6,128
Mobile Home Loans Insurance program losses	188	—
Loss on sale of real estate	6,631	2,070
Provision for decline in value of real estate	46,890	51,744
Provision (reversal of provision) for loss on claims	(27,704)	183,000
	74,291	253,914
Excess of expenditure over revenue	56,203	241,161
Deficit transferred to the Corporate Account	49,179	—
	7,024	241,161
Deficit at beginning of the year	241,161	—
Deficit at end of the year (Note 6)	$248,185	$241,161

ALBERTA MORTGAGE AND HOUSING CORPORATION
MORTGAGE INSURANCE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

(thousands of dollars)

	1986	1985
Operating transactions:		
Excess of expenditure over revenue	$ (56,203)	$(241,161)
Non-cash items:		
Amortization of discount on investments	(2,742)	(2,201)
Amortization of mortgage insurance premiums	(3,207)	(4,471)
Loss on sale of real estate	6,631	2,070
Provision (reversal of provision) for loss on claims	(27,704)	183,000
Provision for decline in value of real estate (including writs receivable)	46,890	51,744
	(36,335)	(11,019)
Increase in mortgage insurance premiums	1,266	1,783
Deficit transferred to the Corporate Account	49,179	—
Increase in other assets	(1,351)	(191)
Increase in amount due to the Corporate Account	136,775	151,223
Increase in other liabilities	596	304
Cash provided by operating transactions	150,130	142,100
Investing transactions:		
Real estate acquired upon foreclosure (including writs receivable) at total claim amount	(161,342)	(148,505)
Purchase of investments	(41,316)	(31,101)
Sale and maturity of investments	36,844	22,614
Sale of real estate	14,830	9,452
Cash applied to investing transactions	(150,984)	(147,540)
Decrease in cash	(854)	(5,440)
Cash at beginning of the year	2,812	8,252
Cash at end of the year	$ 1,958	$ 2,812

ALBERTA MORTGAGE AND HOUSING CORPORATION
MORTGAGE INSURANCE FUND ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Mortgage Insurance Fund has been established by the powers conferred on the Corporation under section 11 of the Alberta Mortgage and Housing Corporation Act ('the Act').

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles.

(a) Allowance for loss on claims

This allowance represents estimated losses on claims in process and claims anticipated on mortgage loans held by the Corporate Account with repayments in arrears by more than 30 days in the case of home-ownership loans and 90 days in the case of other loans at the balance sheet date.

For the purposes of determining the allowance, loss on a claim is regarded as the difference between the balance outstanding on the loan, including accrued interest up to the date of foreclosure, and the net realizable value of the mortgaged property.

(b) Premiums

Premiums are charged on all loans issued by the Corporation and Mobile Home Loans issued by approved financial institutions under the Mobile Home Loans Insurance program.

The premiums received are recorded as deferred revenue, and are taken into income using risk factors established by the Federal Department of Insurance.

(c) Real estate

Real estate consists of properties acquired on settlement of claims and held for sale or rental, and is valued at the lower of cost and net realizable value. Cost comprises the unpaid loan balance, including accrued interest since the last interest compounding date, and holding costs up to the date of possession.

Net realizable value is the market value as appraised by the Corporation less estimated selling expenses. The appraisal is subject to annual review.

No provision is made for the depreciation of buildings.

(d) Investments

Investments are recorded at cost. Cost includes the amount of applicable amortization of discount or premium using the straight line method over the life of the investment.

(e) Administration expenses

Expenses incurred in administering the Fund are borne by the Corporate Account and hence are not reflected in the Fund's statement of revenue and expenditure.

(f) Deficit

The deficit of the Fund is transferred to the Corporate Account except for amounts representing provisions for decline in value of assets of the Corporation recorded in the Fund and excluded from the operating deficit by the Provincial Treasurer pursuant to section 14 of the Act. The amount so excluded, from the operating deficit, is recorded and retained as deficit of the Fund.

Note 3 Cash and Deposits

Cash and deposits consist of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta.

Note 4 Real Estate

Real estate is summarized as follows:

	1986			1985
	Real Estate at Cost	Allowance for Re-valuation	Net	Net
	(thousands of dollars)			
Designated for rental	$254,475	$ 95,591	$158,884	$ 96,592
Designated for sale	64,180	20,741	43,439	12,739
Writs receivable	21,111	21,111	—	—
	$339,766	$137,443	$202,323	$109,331
1985 totals	$169,304	$ 59,973		

The allowance for revaluation represents the excess of cost over market value. However, it is the general policy of the Corporation not to sell real estate acquired upon settlement of claims for an amount less than the original loan amount.

Note 5 Investments

Investments are summarized as follows:

	1986 Par Value	1986 Cost	1985 Cost
		(thousands of dollars)	
Treasury bills and coupon notes	$36,369	$32,652	$30,818
Bonds and debentures:			
Government of Canada	23,900	24,291	13,454
Provincial issues, direct and guaranteed	3,500	3,494	6,471
Other	—	—	2,481
	$63,769	$60,437	$53,224
1985 Par value	$55,654		

Approximate market value is $61,126,000 (1985 $52,096,000)

Note 6 Deficit at End of the Year

Pursuant to section 14 of the Act, the Provincial Treasurer has excluded a provision for decline in the market value of assets from the operating deficit of the Corporation.

Note 7 Insurance in Force

The total amount of loans insured at March 31, 1986 was $2,447,691,000 (1985 $2,602,341,000).

Note 8 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 9 Approval of Financial Statements

These financial statements have been prepared and approved by management.

ALBERTA SPORT COUNCIL
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus - Operating
Statement of Revenue, Expenditure and Surplus
  - Alberta Olympic Game Plan
Notes to the Financial Statements
Schedule of Technical Development Programs Expenditure
  - Operating
Schedule of Alberta Games and Competitions Expenditure
  - Operating
Schedule of Zone Sport Development Programs Expenditure
  - Operating
Schedule of Fund Raising and Marketing Expenditure
  - Operating
Schedule of Administration Expenditure - Operating

AUDITOR'S REPORT

To the Members of the
Alberta Sport Council

I have examined the balance sheet of the Alberta Sport Council as at March 31, 1986 and statements of revenue, expenditure and surplus - operating and revenue, expenditure and surplus - Alberta Olympic Game Plan for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances, except as explained in the following paragraph.

The Alberta Sport Council derives part of its revenue in the form of donations which are not susceptible of complete audit verification. Accordingly, my verification of revenue from this source was limited to accounting for the amounts recorded in the accounts of the Council.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to verify the completeness of revenue from donations as referred to in the preceding paragraph, these financial statements present fairly the financial position of the Council as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 22, 1986

ALBERTA SPORT COUNCIL
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$ —	$ 193,038
Term deposits and Treasury bills	7,339,764	7,982,187
Accrued interest receivable	214,889	216,742
Accounts receivable	186,585	25,214
Prepaid expenses	15,470	13,477
	7,756,708	8,430,658
Fixed assets (Note 3)	159,462	138,907
	$7,916,170	$8,569,565
LIABILITIES AND SURPLUS		
Current:		
Bank overdraft	$ 160,915	$ —
Grants and accounts payable	480,176	212,107
	641,091	212,107
Surplus:		
Operating	4,454,112	4,857,021
Alberta Olympic Game Plan (Note 4)	2,820,967	3,500,437
	7,275,079	8,357,458
	$7,916,170	$8,569,565

The accompanying notes are part
of these financial statements.

ALBERTA SPORT COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS - OPERATING
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Western Canada Lottery Alberta Division	$5,462,500	$6,596,119
Grants from the Province of Alberta, Recreation and Parks	472,300	372,300
Investment income	401,992	422,953
Donations	236,725	165,136
Registration and other fees	44,778	55,169
	6,618,295	7,611,677
EXPENDITURE		
Technical development programs, Schedule 1	3,878,176	1,360,968
Alberta games and competitions, Schedule 2	1,313,144	777,941
Zone sport development programs, Schedule 3	1,180,021	248,077
Fund raising and marketing, Schedule 4	238,494	91,136
Administration, Schedule 5	411,369	415,626
	7,021,204	2,893,748
Excess (deficiency) of revenue over expenditure	(402,909)	4,717,929
Surplus at beginning of year	4,857,021	139,092
Surplus at end of year	$4,454,112	$4,857,021

ALBERTA SPORT COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS - ALBERTA OLYMPIC GAME PLAN
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Investment income	$ 367,986	$ 411,354
Western Canada Lottery Alberta Division	—	4,000,000
	367,986	4,411,354
EXPENDITURE		
Provincial Olympic winter sport associations	895,410	746,456
Special projects	48,752	32,507
Winter Festival Championships	917	127,943
Program delivery costs:		
Salaries and benefits	87,611	4,011
Travel and committee	14,766	—
	1,047,456	910,917
Excess of revenue over expenditure	(679,470)	3,500,437
Surplus at beginning of year	3,500,437	—
Surplus at end of year	$2,820,967	$3,500,437

ALBERTA SPORT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Sport Council operates under the authority of the Alberta Sport Council Act, Chapter A37.5, Statutes of Alberta 1983.

Note 2 Significant Accounting Policies and Reporting Practices

General

These financial statements have been prepared in accordance with generally accepted accounting principles except that revenue from the Western Canada Lottery Alberta Division is recorded on a cash basis. The amount of this revenue receivable at the year end is indeterminable and is therefore not reflected in these financial statements.

Supplies, Services and Accommodation

A significant amount of supplies, services and accommodation are provided at no cost by outside organizations. The value of these goods and services are not determinable and are not reflected in these financial statements.

Fixed Assets

Fixed assets are recorded at cost with depreciation and amortization provided over the estimated useful life of the assets at rates varying between 20% and 30%. Leasehold improvements are amortized on a straight line basis. Furniture, fixtures and equipment are depreciated on a declining balance basis.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Fixed Assets

Fixed assets are detailed as follows:

	Cost	Depreciation and Amortization	1986 Net	1985 Net
Furniture and fixtures	$165,426	$ 54,911	$110,515	$ 87,021
Sport equipment	24,971	9,844	15,127	13,509
Leasehold improvements	53,574	19,754	33,820	38,377
	$243,971	$ 84,509	$159,462	$138,907

Additions to fixed assets during the year totalled $61,309.

Note 4 Alberta Olympic Game Plan

The Sport Council has been entrusted to administer a fund termed the Alberta Olympic Game Plan. The purpose of the fund is to create an awareness of the Olympic sports, provide enrichment funding to provincial sports associations and to provide opportunities to potential Alberta Olympic athletes, coaches and officials.

Note 5 Commitments

The Council has commitments for the hosting of future Alberta Games in the amount of $880,000 (1985 $450,000).

Note 6 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA SPORT COUNCIL
SCHEDULE OF TECHNICAL DEVELOPMENT PROGRAMS
EXPENDITURE - OPERATING
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Provincial sport associations	$2,279,373	$ 662,963
Sport Outreach	519,187	279,039
Multi-sport groups	417,200	172,350
Provincial Innovative Projects	186,147	111,807
Technical development grants	149,573	1,100
Program delivery costs:		
Salaries and benefits	215,576	77,845
Travel and committee	59,915	20,806
Office	47,205	23,587
Contractors' fees	4,000	11,471
	$3,878,176	$1,360,968

Schedule 2

ALBERTA SPORT COUNCIL
SCHEDULE OF ALBERTA GAMES AND COMPETITIONS
EXPENDITURE - OPERATING
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Alberta Games	$1,049,730	$511,218
Winter festival program	121,384	149,158
Regional Games	14,700	9,064
Program delivery costs:		
Salaries and benefits	77,411	91,686
Travel and committee	31,848	13,630
Contractors' fees	18,071	3,185
	$1,313,144	$777,941

Schedule 3

ALBERTA SPORT COUNCIL
SCHEDULE OF ZONE SPORT DEVELOPMENT PROGRAMS
EXPENDITURE - OPERATING
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Local and regional projects	$ 809,858	$ 43,430
Program delivery costs:		
Salaries and benefits	269,437	174,734
Travel and committee	51,868	14,909
Office expense	48,858	15,004
	$1,180,021	$248,077

Schedule 4

ALBERTA SPORT COUNCIL
SCHEDULE OF FUND RAISING AND MARKETING
EXPENDITURE - OPERATING
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Audio visual and production costs	$109,345	$17,727
Salaries and benefits	114,321	58,573
Travel and committee	14,828	14,836
	$238,494	$91,136

Schedule 5

ALBERTA SPORT COUNCIL
SCHEDULE OF ADMINISTRATION EXPENDITURE - OPERATING
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Salaries and benefits	$146,609	$108,540
Contractors' fees	78,129	68,275
Professional services	19,553	56,383
Office	65,959	52,928
Depreciation and amortization	40,754	43,755
Travel and committee	60,365	62,434
Print press	—	23,311
	$411,369	$415,626

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements
Schedule of Administrative Expenses

AUDITOR'S REPORT

To the Members of The Recreation, Parks
and Wildlife Foundation

I have examined the balance sheet of The Recreation, Parks and Wildlife Foundation as at March 31, 1986 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances, except as explained in the following paragraph.

In common with similar organizations, the Foundation derives donation revenue, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of this revenue was limited to the amounts recorded in the records of the Foundation and I was not able to determine whether any adjustments might be necessary to donation revenue, excess of revenue over expenditure, assets and unexpended funds.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of donation revenue referred to in the preceding paragraph, these financial statements present fairly the financial position of the Foundation as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 29, 1986

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current		
Cash	$2,253,530	$3,413,338
Accountable advance	10,000	10,000
Accounts receivable	4,559	—
Loan receivable	—	39,375
	2,268,089	3,462,713
Fixed assets (Note 3)	24,868	36,585
	$2,292,957	$3,499,298
LIABILITIES		
Current		
Grants payable	$ 919,740	$ 469,500
Accounts payable	14,320	28,182
	934,060	497,682
Unexpended funds (Note 4)	1,358,897	3,001,616
	$2,292,957	$3,499,298

The accompanying notes are part
of these financial statements.

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Western Canada Lottery Alberta Division	$2,762,500	$3,639,136
Interest	281,909	324,706
Donations and project funds	118,360	54,785
Grant from the Province of Alberta, Department of Recreation and Parks	83,250	83,250
Endowment funds	2,010	197,113
	3,248,029	4,298,990
EXPENDITURE		
Grants	4,575,834	1,652,617
Administrative expenses, Schedule 1	314,914	269,013
Film production	—	39,340
	4,890,748	1,960,970
Excess of revenue over expenditure	(1,642,719)	2,338,020
Unexpended funds at beginning of year	3,001,616	663,596
Unexpended funds at end of year	$1,358,897	$3,001,616

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Recreation, Parks and Wildlife Foundation operates under the authority of the Recreation, Parks and Wildlife Foundation Act, Chapter R-9, Revised Statutes of Alberta 1980 as amended.

Note 2 Significant Accounting Policies

General

These financial statements have been prepared in accordance with generally accepted accounting principles except that revenue from the Western Canada Lottery Alberta Division is recorded on a cash basis. The amount of revenue receivable from the Division at the year-end is indeterminable and is therefore not reflected in these financial statements.

Fixed Assets

Fixed assets are recorded at cost less depreciation and amortization. Office furniture and equipment are depreciated on a straight line basis at rates of 10% and 25% per annum, respectively. Leasehold improvements are amortized over the term of the lease.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Fixed Assets

	1986			1985
	Cost	Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
Land	$ 1	$ —	$ 1	$ —
Office furniture	20,964	4,037	16,927	17,457
Office equipment	18,378	10,438	7,940	5,843
Leasehold improvements	26,569	26,569	—	13,285
	$65,912	$41,044	$24,868	$36,585

Additions to fixed assets during the year totalled $8,258. The Foundation received a donation of land for development as a natural park. Under the terms of the bequest, the land must be developed by 1991 or ownership reverts to the estate of the donor. The land, which was appraised by the donor at $288,000, is reflected in these financial statements at a nominal value of $1.

Note 4 Unexpended Funds

Unexpended funds are allocated as follows:

	1986	1985
Expendable funds	$1,134,838	$2,758,234
Endowment funds	199,124	197,113
Project funds	24,935	46,269
	$1,358,897	$3,001,616

The endowment funds were received from the Alberta Advisory Board on Recreation for the Disabled. Revenue derived from these funds is to be applied to programs previously administered by that organization for a ten year period ending October 1994, after which the funds will become expendable.

Note 5 Supplies, Services and Accommodation

A significant amount of supplies, services and accommodation are provided at no cost by outside organizations. The value of these goods and services is not determinable and is not reflected in these financial statements.

Note 6 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 7 Approval of Financial Statements

The financial statements were approved by management.

Schedule 1

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
SCHEDULE OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Management fees	$158,959	$117,706
Board members' fees and expenses	41,472	43,432
Newsletter	30,893	25,009
Office supplies and expenses	24,289	36,077
Depreciation and amortization	19,975	18,148
Meetings and entertainment	11,344	11,017
Travel	6,477	1,670
Car expenses and parking	5,064	2,248
Printing and advertising	4,070	3,923
Telephone	3,739	2,810
Delivery and transportation	1,820	1,296
Miscellaneous	6,812	5,677
	$314,914	$269,013

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Statement of Equity in Fixed Assets
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Alberta
Alcohol and Drug Abuse Commission

I have examined the balance sheet of the Alberta Alcohol and Drug Abuse Commission as at March 31, 1986 and the statements of revenue and expenditure and equity in fixed assets for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Commission as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 29, 1986

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$ 6,815	$ 6,815
Accountable advances to staff	35,729	22,630
Federal sales tax receivable	5,440	4,253
Materials and supplies	381,083	370,299
Books, tapes and films	376,611	315,055
	805,678	719,052
Fixed:		
Furniture and equipment, net (Note 3)	589,784	552,640
Trust cash	27,979	29,634
	$1,423,441	$1,301,326
LIABILITIES AND EQUITY		
Current:		
Unearned revenue	$ 1,760	$ 2,160
Due to the Province of Alberta (Note 6)	803,918	716,892
	805,678	719,052
Equity in fixed assets	589,784	552,640
Trust:		
Patients' Benevolent Fund	8,074	11,398
Memorial Trust Fund	19,905	18,236
	27,979	29,634
	$1,423,441	$1,301,326

The accompanying notes are part
of these financial statements.

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Contributions by the Province of Alberta, Department of Social Services and Community Health - Vote 11	$26,221,878	$25,203,083
Federal sales tax recovery	5,431	4,253
Patients' charges	27,520	26,120
Seminars	8,655	17,196
Staff sales	—	6,141
Miscellaneous	4,075	1,344
Total revenue	26,267,559	25,258,137
Expenditure:		
Manpower:		
Salaries	10,575,564	10,249,130
Employer's contributions	1,193,280	1,183,828
Wages	890,773	820,564
Allowances and supplementary benefits	89,269	82,020
	12,748,886	12,335,542
Services and supplies:		
Professional, technical and labour services	4,752,424	4,106,957
Travel and relocation	651,132	615,301
Materials and supplies	580,456	734,345
Rental of equipment	201,523	160,336
Repairs and maintenance of equipment	81,399	71,746
Freight and postage	81,178	55,645
Other services	75,163	68,821
Advertising	63,548	70,019
Telephone and communications	43,579	42,897
Hosting	28,081	31,911
Insurance	2,645	1,627
	6,561,128	5,959,605
	19,310,014	18,295,147
Other:		
Direct financial assistance to outside agencies	6,671,497	6,622,078
Purchase of fixed assets net of proceeds on disposal of $2,331 (1985 $175)	168,027	153,881
Total expenditure	26,149,538	25,071,106
Excess of revenue over expenditure, due to the Province of Alberta (Note 6)	$ 118,021	$ 187,031

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
STATEMENT OF EQUITY IN FIXED ASSETS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Balance at beginning of year	$552,640	$477,608
Add:		
Furniture and equipment - provided from operations	170,358	154,056
- net book value of assets previously leased and purchased by option	20,266	18,461
	743,264	650,125
Deduct:		
Depreciation for the year	146,529	96,037
Disposals of furniture and equipment, at net book value	6,951	1,448
	153,480	97,485
Balance at end of year	$589,784	$552,640

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Alcohol and Drug Abuse Commission operates under the authority of the Alcohol and Drug Abuse Act, Chapter A-38, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

(a) These financial statements have been prepared in accordance with generally accepted accounting principles except that fixed assets are charged to expense at date of acquisition. Fixed assets are also shown on the balance sheet at original cost less accumulated depreciation with a corresponding credit to equity in fixed assets. Depreciation, calculated on a straight line basis, is charged to equity in fixed assets.

(b) Inventories of materials and supplies are valued at cost. Books, tapes and films are valued at 50% of cost.

(c) A statement of changes in financial position has not been provided as disclosure in these financial statements is considered to be adequate.

(d) Accommodation and certain other overhead costs incurred in the administration of the Commission have been paid by the Province of Alberta and are not reflected in these financial statements.

Note 3 Fixed Assets

Fixed assets consist of the following:

	Cost	Accumulated Depreciation	1986 Net	1985 Net
Furniture and equipment	$1,038,392	$562,771	$475,621	$464,179
EDP equipment	191,763	77,600	114,163	88,461
	$1,230,155	$640,371	$589,784	$552,640

Note 4 Contributions by Province of Alberta

The Province of Alberta recovers part of its contributions to the Commission from the Government of Canada under the Vocational Rehabilitation of Disabled Persons and other agreements. These amounts are included in the revenue of the General Revenue Fund reported by the Department of Social Services and Community Health. Approved recoverable costs, relating to the Commission's activities for the years ending March 31, 1986 and March 31, 1985 amount to $5,034,277 and $5,305,163 respectively.

Note 5 International Congress on Alcoholism and Drug Dependence

During the year ended March 31, 1986 the Commission hosted the 34th International Congress on Alcoholism and Drug Dependence. The Congress was managed on a break-even basis and has not been reported on the statement of income and expenditure. Transactions were administered by the University of Calgary and are summarized as follows:

Revenue:	
Congress revenue	$372,129
Commission contributions	75,000
	$447,129
Expenditure	$447,129

The contributions by the Commission were reported as expenditure in the financial statements of the Commission during the past three years.

Note 6 Due to the Province of Alberta

	1986	1985
Due at beginning of year	$716,892	$595,254
Excess of revenue over expenditure	118,021	187,031
Increase (decrease) in accountable advances	13,499	(8,931)
Revenue remitted	(44,494)	(56,462)
Due at end of year	$803,918	$716,892

Note 7 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 8 Approval of Financial Statements

These financial statements have been approved by management.

ALBERTA RACING COMMISSION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue Surplus
Statement of Revenue and Expenditure - Operations
Statement of Revenue and Expenditure - Development
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Racing Commission

I have examined the balance sheet of the Alberta Racing Commission as at March 31, 1986 and the statements of revenue surplus, revenue and expenditure - operations and revenue and expenditure - development for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Commission as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 29, 1986

ALBERTA RACING COMMISSION
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash (Note 3)	$763,497	$683,864
Accounts receivable	3,534	1,484
Prepaid expenses	15,013	17,856
	782,044	703,204
Fixed:		
Equipment, at cost	58,312	59,201
	$840,356	$762,405
LIABILITIES AND EQUITY		
Current:		
Accounts payable (Note 4)	$286,961	$135,857
Improvement grant payable	26,078	23,749
Deferred revenue	10,730	10,730
	323,769	170,336
Other:		
Contributions refundable to the Province of Alberta (Note 4)	119,536	239,073
Standard-bred Sires Stakes Registration	26,146	27,096
	145,682	266,169
Equity:		
Reserves (Note 5)	230,975	230,975
Capital surplus arising from purchase of fixed assets	58,312	59,201
Revenue surplus	81,618	35,724
	370,905	325,900
	$840,356	$762,405

The accompanying notes are part
of these financial statements.

ALBERTA RACING COMMISSION
STATEMENT OF REVENUE SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue surplus at beginning of year:		
As previously reported	$ 35,724	$165,391
Adjustment to prior years' contributions by the Province of Alberta (Note 4)	—	201,637
As restated	35,724	(36,246)
Add: Excess of revenue over expenditure for the year - development (Note 7)	45,894	57,945
Transfer from equine hospital equipment reserve (Note 5)	—	14,025
Revenue surplus at end of year	$ 81,618	$ 35,724

ALBERTA RACING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE - OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Contribution by the Province of Alberta (Note 4)	$ 662,359	$ 569,313
Assessments, licenses and fines	193,761	208,833
Interest	179,213	218,820
Miscellaneous	2,538	3,689
	1,037,871	1,000,655
Expenditure:		
Administrative salaries	271,256	270,141
Veterinarians' fees	179,474	178,158
Commissioners' honoraria	124,160	112,869
Judges' fees	116,657	103,138
Stewards' fees	114,101	115,016
Travelling	84,227	87,575
Employee benefits	46,390	43,441
Office	21,214	22,829
Industry promotion	20,000	10,000
Licensee identification equipment and supplies	14,138	11,043
Hearings and appeals	12,447	7,441
Human toxicology	6,300	—
Legal fees	5,205	2,071
Security services, equipment and supplies	5,099	3,329
Contribution to Edmonton Northlands for equine hospital x-ray equipment	—	14,025
Horse of the year trophies	—	3,500
Miscellaneous	17,203	16,079
	1,037,871	1,000,655
	$ —	$ —

ALBERTA RACING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE - DEVELOPMENT
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Contribution by the Province of Alberta (Note 4)	$3,160,241	$3,773,715
Expenditure:		
Purse supplements	1,882,976	2,214,549
Breeders' premium	845,597	1,048,540
Grants to operators and associations	344,330	406,161
Equine research	24,514	30,000
Tattooing	16,930	16,520
	3,114,347	3,715,770
Excess of revenue over expenditure	$ 45,894	$ 57,945

ALBERTA RACING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Racing Commission operates under the authority of the Racing Commission Act, Chapter R-1, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

General

These financial statements have been prepared in accordance with generally accepted accounting principles except that no depreciation has been provided on fixed assets as purchases are charged to operations in the year of acquisition. Fixed assets are shown on the balance sheet at original cost with the offsetting credit to capital surplus.

Contributions by the Province of Alberta

The Commission receives contributions from a supply vote of the Department of Solicitor General of the Province of Alberta equivalent to 40% of the Alberta pari-mutuel tax for the previous year. Contributions are allocated firstly to operations and thereafter to development.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Cash

Cash includes deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta as follows:

	1986	1985
Deposit Account - Operations	$563,297	$483,664
Deposit Account - Revenue Stabilization	200,000	200,000

Note 4 Adjustment to Contributions by the Province of Alberta

For a number of years contributions by the Province of Alberta had been based on estimated total wagering in the Province but were adjusted to actual during 1984-85. This adjustment resulted in $358,609 being repayable to the Province in three annual installments commencing in 1985-86. The installment payable during the ensuing year, in the amount of $119,537 (1985 $119,536), is included in accounts payable and the remaining $119,536 (1985 $239,073) is shown as a separate liability on the balance sheet.

The adjustment relates to contributions received during the following fiscal years:

1977-78 to 1983-84	$201,637
1984-85	156,972
	$358,609

The portion relating to years prior to 1984-85 is shown as an adjustment to revenue surplus at the beginning of the 1984-85 year. The portion relating to 1984-85 has been deducted from actual contributions received during that year and the net result is shown on the statements of revenue and expenditure.

Note 5 Reserves

The balances and transfer pertaining to reserves appropriated from revenue surplus by resolutions of the Members of the Commission are summarized as follows:

	Balance at beginning of year	Transfer to (from) revenue surplus	Balance at end of year
Revenue Stabilization	$200,000	$ —	$200,000
Equine Hospital Equipment	30,975	—	30,975
	$230,975	—	$230,975
1985 comparative figures	$245,000	$ 14,025	$230,975

Note 6 Administration Expenses

Operations expenditure does not include the cost of certain office accommodation and office furniture which are provided at no cost by the Province of Alberta.

Note 7 Comparative Figures

The excess of revenue over expenditure for the year ended March 31, 1985 as previously reported has been reduced by an amount of $14,025 representing a contribution to Edmonton Northlands for equine hospital x-ray equipment previously charged directly to revenue surplus.

The 1985 comparative figures have been reclassified where necessary to conform to 1986 presentation.

Note 8 Approval of Financial Statements

These financial statements were approved by management.

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expense and Equity
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Directors of The Alberta Educational Communications Corporation and
the Members of The Alberta Educational Communications Authority

I have examined the balance sheet of The Alberta Educational Communications Corporation as at March 31, 1986 and the statements of revenue, expense and equity and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
June 6, 1986

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$ 1,101,122	$ 2,002,191
Receivables (Note 4)	367,718	270,701
Inventories	131,653	143,536
Prepaid expenses	141,492	185,592
	1,741,985	2,602,020
Deferred program costs (Note 5)	1,568,532	1,375,924
Property, equipment and leasehold improvements (Note 6)	6,621,380	6,680,128
Long-term licences (Note 7)	299,216	316,921
	$10,231,113	$10,974,993
LIABILITIES AND EQUITY		
Current:		
Payables and accruals	$ 1,693,946	$ 1,698,848
Deferred revenue	6,120	11,784
Production credits	7,440	12,820
Advances on production (Note 8)	131,168	235,985
	1,838,674	1,959,437
Long-term payables (Note 5)	91,597	241,304
Equity	8,300,842	8,774,252
	$10,231,113	$10,974,993

The accompanying notes are part
of these financial statements.

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
STATEMENT OF REVENUE, EXPENSE AND EQUITY
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Grants from the Province of Alberta:		
Operating	$14,860,000	$14,394,000
Capital	1,459,000	1,759,000
Direct costs recovered on production of programs	666,140	288,030
Revenue from program sales, video and audio dubbing (Note 10)	694,283	663,378
Interest on cash deposits	386,015	527,297
Other	57,828	99,676
	18,123,266	17,731,381
Expense:		
Development and production	7,598,491	5,790,370
Utilization and distribution	5,249,142	5,309,159
Program support	3,983,374	3,844,745
Depreciation and amortization	1,474,446	1,295,742
Write-off of property, equipment and leasehold improvements (Note 3)	291,223	—
	18,596,676	16,240,016
Excess (deficiency) of revenue over expense	(473,410)	1,491,365
Equity at beginning of year	8,774,252	7,282,887
Equity at end of year	$ 8,300,842	$ 8,774,252

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Operating Activities:		
Excess (deficiency) of revenue over expense	$ (473,410)	$ 1,491,365
Add (deduct):		
Items not affecting cash:		
Depreciation and amortization	1,474,446	1,295,742
Amortization of long-term licences	83,872	113,696
Amortization of deferred program costs	1,128,333	63,941
Loss (gain) on disposal of property, equipment and leasehold improvements	43,162	(34,256)
Write-off of property, equipment and leasehold improvements	291,223	—
Net changes in non-cash working capital balances relating to operations (Note 11)	(161,797)	692,072
Cash provided by operations	2,385,829	3,622,560
Investing Activities:		
Additions to deferred program costs	(1,320,941)	(1,439,865)
Additions to property, equipment and leasehold improvements	(1,779,696)	(1,858,739)
Proceeds on sale of property, equipment and leasehold improvements	29,613	66,002
Additions to long-term licences	(66,167)	(5,238)
Change in long-term payables	(149,707)	241,304
Cash applied to investing activities	(3,286,898)	(2,996,536)
Increase (decrease) in cash	(901,069)	626,024
Cash at beginning of year	2,002,191	1,376,167
Cash at end of year	$ 1,101,122	$ 2,002,191

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Educational Communications Corporation operates under the authority of the Alberta Educational Communications Corporation Act, Chapter A-18, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

Program productions

All direct costs of programs developed and produced by the Corporation are charged against operations in the year incurred as no significant cost recoveries are normally expected from these programs after the initial year of production and broadcasting.

Deferred program costs

Programs purchased from other agencies are recorded at cost less amortization calculated on a straight-line method using diminishing annual rates over the period (to a maximum of four years) for which the right to use the program has been acquired.

Inventories

Inventories consist of video and audio tapes and disks and are recorded at the lower of cost and net realizable value.

Property, equipment and leasehold improvements

Property, equipment and leasehold improvements are stated at cost less accumulated depreciation and amortization.

Buildings are depreciated on the straight-line basis over their estimated useful life of thirty years at which time they are not expected to have any salvage value. Land improvements are amortized over a maximum term of ten years.

Depreciation of equipment is calculated on the straight-line method and is based on the estimated useful life of each group of assets ranging from three to ten years less 15% salvage value, except for automobiles and trucks, where the salvage value has been estimated at 30% of the original cost.

Leasehold improvements are amortized over the remaining term of the lease plus one renewal period thereafter.

Long-term licences

The long-term licences are recorded at cost less accumulated amortization.

Amortization is calculated using the straight-line method over a term of twenty years for the broadcast licence and five years for the computer software licence.

Note 3 Write-off of Property, Equipment and Leasehold Improvements

During the year, the Corporation increased its minimum level for capitalizing property, equipment and leasehold improvements from $100 to $500. All items costing less than $500 acquired in prior years, together with the related accumulated depreciation, were written off in the current year.

Note 4 **Receivables**

Receivables consist of the following:

	1986	1985
Trade	$282,167	$148,341
Accountable advances	11,900	15,150
Other	73,651	107,210
	$367,718	$270,701

Note 5 **Deferred Program Costs and Liabilities**

	1986	1985
Cost	$2,760,806	$1,439,865
Accumulated amortization	1,192,274	63,941
Net book value	$1,568,532	$1,375,924
Current payables	$ 568,934	$ 405,720
Long-term payables	91,597	241,304
Total liabilities	$ 660,531	$ 647,024

The long-term payables are due in 12 to 24 months.

Note 6 **Property, Equipment and Leasehold Improvements**

	1986			1985
	Cost	Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
Buildings and land improvements	$ 294,135	$ 104,541	$ 189,594	$ 187,572
Studio and technical equipment	10,839,671	6,306,580	4,533,091	4,399,373
Automotive equipment	609,777	419,549	190,228	149,168
Furniture, fixtures and office equipment	1,394,989	504,319	890,670	1,117,243
Leasehold improvements	1,742,732	924,935	817,797	826,772
	$14,881,304	$8,259,924	$6,621,380	$6,680,128

Note 7 **Long-term Licences**

	1986			1985
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Broadcast licence	$ 90,000	$ 30,000	$ 60,000	$ 64,500
Computer software licences	432,860	193,644	239,216	252,421
	$522,860	$223,644	$299,216	$316,921

Note 8 **Advances on Production**

Advances received from outside educational institutions for anticipated costs of future program production are deposited initially into a separate bank account. Production costs relating to these programs and incurred by the Corporation are subsequently recovered by it from the advances received. The advances on production of $131,168 (1985 $235,985) represent costs to be recovered in the future.

Note 9 Commitments

The Corporation had a number of productions in progress at March 31, 1986. The costs for the completion of these productions in progress are estimated at $1,870,000 (1985 $1,150,000).

The Corporation is committed to aggregate rental payments of $6,542,019 under realty and equipment leases having an initial term of more than one year. Minimum annual rental payments during the next five years are as follows:

Year	Amount
1987	$1,889,721
1988	926,768
1989	723,916
1990	710,364
1991	705,000

Note 10 Revenue from Program Sales, Video and Audio Dubbing

Program sales revenue is generated from the sale of educational television and radio programs to organizations resident outside the Province of Alberta. Revenue from program sales during the fiscal year amounted to $162,634 (1985 $151,844).

Audio and video tape required for the dubbing of programs requested by various educational institutions in Alberta is provided by the Corporation at cost. The tape costs recovered during the year amounted to $370,996 (1985 $420,320).

Other sales revenue in the amount of $160,653 (1985 $91,214) is generated from dubbing services provided, and the distribution of computer diskettes, print materials, multi-media kits, and program brochures.

Note 11 Net Changes in Non-cash Working Capital Balances Relating to Operations

	1986	1985
Accounts receivable	$ (97,017)	$140,857
Inventories	11,883	15,811
Prepaid expenses	44,100	(56,663)
Payables and accruals	(4,902)	560,570
Deferred revenue	(5,664)	4,817
Production credits	(5,380)	(7,401)
Advances on production	(104,817)	34,081
	$(161,797)	$692,072

Note 12 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 13 Approval of Financial Statements

These financial statements were reviewed by management and recommended for approval by the Board.

ALBERTA RESEARCH COUNCIL
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Equity
Notes to the Financial Statements
Schedule of Special Purpose Revenue, Expenditure and Equity

AUDITOR'S REPORT

To the Board of Directors of
the Alberta Research Council

I have examined the balance sheet of the Alberta Research Council as at March 31, 1986 and the statement of revenue, expenditure and equity for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances, except as explained in the following paragraph.

As disclosed in Note 4 to the financial statements, the Council has entered into research contracts which specify that the Council does not receive title to fixed assets purchased until completion of the contract or at the discretion of the sponsor. Since the Council did not identify those fixed assets to which it may not have title, I was unable to determine if any adjustment might be required to the balance sheet to adjust fixed assets and fixed assets equity to reflect ownership of the assets.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to identify assets to which the Council may not have title as described in the preceding paragraph, these financial statements present fairly the financial position of the Council as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 15, 1986

ALBERTA RESEARCH COUNCIL
BALANCE SHEET
AS AT MARCH 31, 1986
(thousands of dollars)

	1986	1985
ASSETS		
Current:		
Cash	$10,992	$14,181
Accounts receivable	5,042	2,344
Accrued income receivable	2,081	2,774
Prepaid expenses	25	539
Advances to joint ventures	624	487
	18,764	20,325
Non-current:		
Investment in limited partnership (Note 3)	200	—
Fixed:		
Equipment (Note 4)	37,014	27,208
Trust Fund:		
Cash	180	178
	$56,158	$47,711
LIABILITIES AND EQUITY		
Current:		
Accounts payable	$ 3,202	$ 3,902
Unearned contract revenue	938	2,954
Promissory note payable (Note 3)	100	—
	4,240	6,856
Non-current:		
Unearned contract revenue	1,100	—
Promissory note payable (Note 3)	100	—
	1,200	—
Equity:		
Fixed assets	37,014	27,051
Operating	6,502	7,328
Special purpose, Schedule 1	5,486	6,298
Capital reserve	1,536	—
	50,538	40,677
	55,978	47,533
Trust Fund:		
Trust liability	180	178
	$56,158	$47,711

The accompanying notes are part
of these financial statements.

ALBERTA RESEARCH COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND EQUITY
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	Operating	Special Purpose (Schedule 1)	Total	
			1986	1985
REVENUE				
Grants from Province of Alberta:				
General Revenue Fund	$18,727	$7,482	$26,209	$22,924
Alberta Heritage Savings Trust Fund	—	1,385	1,385	4,225
	18,727	8,867	27,594	27,149
Contract revenue	21,179	72	21,251	19,994
	39,906	8,939	48,845	47,143
EXPENDITURE				
Natural resources division	12,580	—	12,580	12,753
Energy resources division	11,229	—	11,229	11,083
Applied sciences division	6,965	—	6,965	5,284
Industrial and engineering research division	3,081	703	3,784	2,569
Finance and administration division	4,163	—	4,163	4,592
Executive offices	1,178	—	1,178	1,146
Millwoods/Devon fitting up	—	2,760	2,760	831
Electronics Test Centre	—	6,092	6,092	2,080
Office of Science and Technology	—	196	196	149
	39,196	9,751	48,947	40,487
Excess (deficiency) of revenue over expenditure for the year	710	(812)	(102)	6,656
Equity at beginning of year	7,328	6,298	13,626	6,970
	8,038	5,486	13,524	13,626
Transfer to capital reserve	(1,536)	—	(1,536)	—
Equity at end of year	$ 6,502	$5,486	$11,988	$13,626

ALBERTA RESEARCH COUNCIL
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Research Council operates under the authority of the Alberta Research Council Act, Chapter A 35.1, Statutes of Alberta 1981.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

(a) General

These financial statements have been prepared in accordance with generally accepted accounting principles except that no provision for depreciation on fixed assets has been made. Purchases of operating fixed assets are charged to operations in the year and are shown on the balance sheet at original cost or at estimated cost with the offsetting credit to fixed assets equity.

(b) Advances to Joint Ventures

Advances to joint ventures are recorded as assets of the Council. The asset is reduced and a corresponding charge is made to expenditure for the Council's share of joint venture expenses.

(c) Patents

Expenditures for patents owned by the Council as a result of research activity are not capitalized due to the intangible nature of assets that may accrue to the Council.

(d) Investment

The Council is a minority shareholder of International Permeation Inc. The equity allocated to Council was based upon the technological "know how" acquired by International Permeation Inc. from a former company to which Council provided research and technological expertise and was the majority shareholder.

The Council's equity in the company is not reflected in these financial statements due to the intangible nature of the benefits which may accrue to the Council.

(e) Investment in Limited Partnership

The investment in the limited partnership is expensed in the year that installment payments called for in the limited partnership agreement are paid.

(f) Contract Revenue Recognition

Contract revenue is recognized as costs are incurred, up to the contract maximum and in accordance with contracted cost sharing ratios. In accordance with generally accepted accounting principles Council makes full provision for all known or estimated losses on uncompleted contracts as soon as they can reasonably be estimated. Accordingly, revenue is deferred to future years and matched against costs incurred to complete the project.

(g) Special Purpose Equity

Special purpose equity is to be used only for future expenditures related to those activities listed on Schedule 1.

(h) Capital Reserve

The Alberta Research Council has established a Capital Reserve to provide for the future acquisition of capital assets.

(i) Trust Liability

Trust funds are contributions received from other government departments under research agency agreements which specify the Council administer the contributions and provide accounting services.

(j) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Investment in Limited Partnership

The Council has purchased one limited partnership unit in Spurt Investment Fund I, a venture capital fund designed solely to make equity investments in seed and early stage technology enterprises. The partnership unit which cost $300,000, was acquired with a payment of $100,000 and a non-interest bearing promissory note requiring payments of $100,000 on each of October 27, 1986 and 1987.

As it is uncertain if any benefits will accrue to the Council, the investment is being written off as payments are made. The amount of the investment is summarized as follows:

Original cost	$300,000
Less: Amount written off	100,000
Book value	$200,000

Note 4 Fixed Assets

Fixed assets purchased subsequent to April 1, 1981 have been valued at cost. Those purchased prior to April 1, 1981 have been valued at estimated cost by the Council.

	1986	1985
Balance at beginning of year	$27,208,354	$22,978,784
Additions at cost	10,176,796	4,350,396
	37,385,150	27,329,180
Disposals at cost	370,667	120,826
Balance at end of year	$37,014,483	$27,208,354

Included in fixed assets are certain fixed assets purchased as a result of research contracts which specify that the Council does not receive title to the fixed assets purchased until completion of the contract or at the discretion of the sponsor.

Note 5 Contingent Liabilities

The Council is a defendant in a number of legal proceedings. Claims against the Council in these proceedings, which have not been reflected in the accounts, amounted to $1,016,000 as at March 31, 1986. While the ultimate outcome of these proceedings cannot be predicted at this time, it is the opinion of management that the disposition of these cases will have a minor effect on the financial position of the Council.

Note 6 Occupancy and Office Furniture Expenditure

Occupancy and office furniture have been provided by the Province of Alberta at no cost and are not reflected in these financial statements.

Note 7 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 8 Approval of Financial Statements

These financial statements were reviewed by management and recommended to the Board for approval.

Schedule 1

ALBERTA RESEARCH COUNCIL
SCHEDULE OF SPECIAL PURPOSE REVENUE, EXPENDITURE AND EQUITY
FOR THE YEAR ENDED MARCH 31, 1986

	Electronics Test Centre	Office of Science & Technology	Subtotal	Joint Research Venture Initiatives	Millwoods/ Devon Fitting Up	Electronics Industry Information Centre	Biotechnology Toll Facility	Subtotal	Total	
									1986	1985
Revenue										
Grants from Province of Alberta:										
General Revenue Fund	$ 2,364,000	$176,000	$ 2,540,000	$2,019,000	$2,300,000	$623,000	$ —	$4,942,000	$7,482,000	$4,197,000
Alberta Heritage Savings Trust Fund	1,385,000	—	1,385,000	—	—	—	—	—	1,385,000	4,225,000
Contract revenue	68,340	3,750	72,090	—	—	—	—	—	72,090	15,000
	3,817,340	179,750	3,997,090	2,019,000	2,300,000	623,000	—	4,942,000	8,939,090	8,437,000
Expenditure										
Manpower	535,462	108,648	644,110	—	—	7,603	3,060	10,663	654,773	215,280
Supplies and services	1,547,348	87,614	1,634,962	381,312	—	43,171	5,426	429,909	2,064,871	1,318,360
Fixed assets	3,917,883	—	3,917,883	—	2,759,684	—	262,624	3,022,308	6,940,191	1,496,664
Overhead	91,736	—	91,736	—	—	—	—	—	91,736	29,102
	6,092,429	196,262	6,288,691	381,312	2,759,684	50,774	271,110	3,462,880	9,751,571	3,059,406
Transfer (to) from	—	—	—	271,110	—	—	(271,110)	—	—	—
	6,092,429	196,262	6,288,691	652,422	2,759,684	50,774	—	3,462,880	9,751,571	3,059,406
Excess (deficiency) of revenue over expenditure for the year	(2,275,089)	(16,512)	(2,291,601)	1,366,578	(459,684)	572,226	—	1,479,120	(812,481)	5,377,594
Balance at beginning of year	3,606,364	197,834	3,804,198	—	2,494,160	—	—	2,494,160	6,298,358	920,764
Balance at end of year	$ 1,331,275	$181,322	$ 1,512,597	$1,366,578	$2,034,476	$572,226	$ —	$3,973,280	$5,485,877	$6,298,358

As instructed by the Treasury Department, Council temporarily reallocated funds from the Joint Research Venture Initiatives account to cover expenditures incurred in the startup construction phase of the Biotechnology Toll Facility. The Joint Research Venture Initiatives account will be reimbursed in 1986/87.

ALBERTA RESOURCES RAILWAY CORPORATION
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Sinking Fund Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Net Long-Term Debt
Schedule of Sinking Fund Assets

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Resources Railway Corporation

I have examined the balance sheet of the Alberta Resources Railway Corporation as at December 31, 1985 and the statements of revenue, expenditure and sinking fund earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at December 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
April 11, 1986

ALBERTA RESOURCES RAILWAY CORPORATION
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Current:		
Cash	$ 1,319,763	$ 830,372
Accounts receivable	243,464	188,040
Due from the Province of Alberta (Net)	1,594,348	2,134,971
	3,157,575	3,153,383
Railway, at cost (Note 3)	105,176,907	104,340,753
Less: Accumulated writedown	55,985,259	46,258,751
	49,191,648	58,082,002
	$ 52,349,223	$ 61,235,385
LIABILITIES AND DEFICIT		
Current:		
Accounts payable	$ 874,975	$ 38,026
Accrued interest payable (Note 4)	2,282,600	2,480,887
Note payable to Provincial Treasurer (Note 5)	354,136	988,606
	3,511,711	3,507,519
Net long-term debt (Schedule 1 and Note 6)	49,191,648	58,082,002
Deficit (Note 5)	(354,136)	(354,136)
	$ 52,349,223	$ 61,235,385

The accompanying notes are part
of these financial statements.

ALBERTA RESOURCES RAILWAY CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND SINKING FUND EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Revenue:		
Tonnage rental	$ 2,901,755	$ 4,007,269
Interest	75,402	137,292
Lease revenue	44,090	50,635
Train crew rest house rental	14,388	14,388
Miscellaneous	405	30
	3,036,040	4,209,614
Expenditure:		
Interest on capital borrowings	9,848,128	10,398,772
Writedown of fixed assets	9,741,924	7,802,460
Directors' fees and expenses	33,694	33,652
Professional fees	15,057	21,767
Miscellaneous	3,414	433
	19,642,217	18,257,084
Operating loss before extraordinary item	16,606,177	14,047,470
Extraordinary item:		
Grande Prairie project costs written off	—	988,606
Operating loss	16,606,177	15,036,076
Sinking fund earnings	6,821,550	5,622,171
Excess of operating loss over sinking fund earnings	9,784,627	9,413,905
Contribution by the Province of Alberta (Note 5)	9,784,627	9,059,769
Deficit for the year	$ —	$ 354,136

ALBERTA RESOURCES RAILWAY CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Cash was provided from:		
Contribution by the Province of Alberta	$ 9,784,627	$ 9,059,769
Decrease (increase) in amount due from the Province of Alberta	540,623	(657,896)
Increase in current liabilities	4,192	136,143
Proceeds from disposal of fixed assets	—	2,273
	10,329,442	8,540,289
Cash was applied to:		
Operating loss	16,606,177	15,036,076
Deduct non-cash items:		
Writedown of fixed assets	9,741,924	7,802,460
Grande Prairie project costs written off	—	988,606
Cash applied to operations	6,864,253	6,245,010
Additions to fixed assets	851,570	113,758
Increase (decrease) in accounts receivable	55,424	(192,148)
Contribution to the sinking fund	2,068,804	2,068,804
	9,840,051	8,235,424
Net increase in cash	$ 489,391	$ 304,865

ALBERTA RESOURCES RAILWAY CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Alberta Resources Railway Corporation operates under the authority of the Alberta Resources Railway Corporation Act, Chapter A-36, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

(a) Debentures repayable at six months notice and certain demand notes payable have been classified as long-term as it is anticipated that in the event that the holders exercise their option during the ensuing year, the payments in excess of sinking fund coverage will be made from the proceeds of refinancing.

(b) Additions to the railway are recorded on the balance sheet at original cost and are fully written down in the year of acquisition. Railway costs incurred prior to 1979, all of which were funded by long-term debt, are written down each year to a value equal to outstanding long-term debt less sinking fund assets.

(c) Bonds and bond coupons and residuals are carried at adjusted cost which includes deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

The cost of investments includes the amount of applicable amortization of discount or premium using the straight line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis.

Note 3 Railway

Under the terms of an agreement dated October 1, 1965 between the Corporation and the Canadian National Railway Company, the Company has completed construction of a railway on behalf of the Corporation. The agreement further provides for the lease of the railway by the Company with an option to purchase. The purchase price under the purchase option amounted to $159,264,192 as at December 31, 1985 (1984 $155,544,280) calculated in accordance with the agreement.

Note 4 Accrued Interest Payable

Accrued interest payable does not include $1,024,351 (1984 $1,033,571) payable to the Provincial Treasurer, deducted from the amount due from the Province of Alberta.

Note 5 Contribution by the Province of Alberta

The contribution has been made out of a supply vote of the Department of Transportation.

An amount has been included in the 1986/87 supply vote to enable the Corporation's deficit brought forward from 1984 to be eliminated in 1986, and the note payable to the Provincial Treasurer for $354,136 to be retired.

Note 6 Long-Term Debt

(a) The long-term debt of the Corporation not held by the Provincial Treasurer is fully guaranteed by the Province of Alberta.

(b) Debentures amounting to $25,000,000 held by the Canada Pension Plan Investment Fund are redeemable at the option of the Minister of Finance of Canada by giving six months notice in writing to the Provincial Treasurer and observing the other redemption provisions of the debentures.

Note 7 Administration Costs

Salaries of Treasury Department staff, accommodation and other overhead costs incurred in the administration of the Corporation have been borne by the Province of Alberta and are not reflected in these financial statements.

Note 8 Contingent Gain

The Corporation has a two-thirds claim on the proceeds less costs of a future disposition of 12.98 acres of land situated in the centre of Grande Prairie following development of the land by the City of Grande Prairie. Costs comprise all amounts expended by the City of Grande Prairie in purchasing, developing, improving and selling or otherwise disposing of the land. The timing of the development is uncertain and may not take place in the short or medium term.

Any amount due to the Corporation as a result of a disposition of the land will be credited to revenue in the year of disposition.

Note 9 Comparative Figures

The 1984 figures have been reclassified where necessary to conform to 1985 presentation.

Note 10 Approval of Financial Statements

These financial statements have been approved by management.

Schedule 1

ALBERTA RESOURCES RAILWAY CORPORATION
SCHEDULE OF NET LONG-TERM DEBT
AS AT DECEMBER 31, 1985

Date of Issue	Maturity Date	Interest Rate	Amount Outstanding	Sinking Fund Assets (Schedule 2)	Net Long-Term Debt
Debentures held by the Canada Pension Plan Investment Fund					
Oct. 1, 1973	Oct. 1, 1993	7.61%	$ 5,484,000	$ 3,002,297	$ 2,481,703
Nov. 1, 1973	Nov. 1, 1993	7.58%	5,877,000	3,217,451	2,659,549
Dec. 3, 1973	Dec. 3, 1993	7.50%	5,170,000	2,830,393	2,339,607
Jan. 2, 1974	Jan. 2, 1994	7.47%	2,775,000	1,519,215	1,255,785
Feb. 1, 1974	Feb. 1, 1994	7.53%	5,694,000	3,117,264	2,576,736
			25,000,000	13,686,620	11,313,380
Debenture held by Alberta Municipal Financing Corporation:					
Jul. 15, 1977	Jul. 15, 1992	9.00%	25,000,000	13,686,620	11,313,380
Debenture held by the Provincial Treasurer:					
Jul. 31, 1980	Jul. 31, 1990	11.73%	20,000,000	10,949,296	9,050,704
Note held by Treasury Branches:					
Mar. 1, 1974	Demand	1% under prime	25,000,000	13,686,620	11,313,380
Notes held by the Provincial Treasurer:					
Various	Demand	Prime	8,440,172	2,239,368	6,200,804
Total 1985			$103,440,172	$54,248,524	$49,191,648
Total 1984			$103,440,172	$45,358,170	$58,082,002

Schedule 2

ALBERTA RESOURCES RAILWAY CORPORATION
SCHEDULE OF SINKING FUND ASSETS
AS AT DECEMBER 31, 1985

	1985			1984	
	Par Value	Book Value	Market Value	Book Value	Market Value
Investments:					
Bonds:					
Government of Canada, direct	$18,465,000	$19,490,250	$22,069,000	$17,211,619	$18,623,400
Provincial, direct (a)	200,000	198,829	220,000	698,114	648,700
Provincial, guaranteed (a)	—	—	—	1,193,328	1,140,400
Corporate	1,125,000	1,125,000	1,388,000	1,125,000	1,306,100
Bond coupons and residuals:					
Government of Canada, direct		27,443,137	28,747,000	20,115,867	19,263,100
Deferred unamortized realized gains less losses		(846,071)	—	(527,059)	—
Total		47,411,145	52,424,000	39,816,869	40,981,700
Other assets: (b)					
Cash		5,969,808	5,969,808	4,648,862	4,648,862
Accrued interest receivable		867,571	867,571	892,439	892,439
Total		6,837,379	6,837,379	5,541,301	5,541,301
Total assets		$54,248,524	$59,261,379	$45,358,170	$46,523,001

The net increase in sinking fund assets for the year ended December 31, 1985 amounting to $8,890,354 (1984 $7,690,975) was financed as follows:

	1985	1984
Contributions to the sinking fund	$ 2,068,804	$ 2,068,804
Sinking fund earnings	6,821,550	5,622,171
	$ 8,890,354	$ 7,690,975

(a) Contains no Province of Alberta issues.

(b) Market value is deemed to be book value.

ALBERTA MUNICIPAL FINANCING CORPORATION
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Sinking Fund Earnings
Statement of Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Net Debenture Debt
Schedule of Sinking Fund Assets

AUDITOR'S REPORT

To the Shareholders of the
Alberta Municipal Financing Corporation

I have examined the balance sheet of the Alberta Municipal Financing Corporation as at December 31, 1985 and the statements of revenue, expenditure and sinking fund earnings, retained earnings, and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at December 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

F.C.A.
Auditor General

Edmonton, Alberta
March 7, 1986

ALBERTA MUNICIPAL FINANCING CORPORATION
BALANCE SHEET
AS AT DECEMBER 31, 1985
(thousands of dollars)

	1985	1984
ASSETS		
Cash	$ 23,972	$ 7,280
Accrued interest receivable	241,038	228,604
Loans to municipal authorities	4,955,909	4,853,239
	$5,220,919	$5,089,123
LIABILITIES AND SHAREHOLDERS' EQUITY		
Liabilities:		
Short-term note payable to the Provincial Treasurer	$ —	$ 14,694
Accrued interest payable	141,671	136,506
Net debenture debt (Schedule 1 and Notes 3 and 4)	4,649,978	4,582,174
	4,791,649	4,733,374
Shareholders' equity:		
Share capital: (Note 5)		
Authorized: 7,500 common shares, par value $10 per share		
Issued and fully paid:		
1985 - 6,374 shares (1984 - 6,342 shares)	63	63
Retained earnings	429,207	355,686
	429,270	355,749
	$5,220,919	$5,089,123

The accompanying notes are part
of these financial statements.

ALBERTA MUNICIPAL FINANCING CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND SINKING FUND EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1985

(thousands of dollars)

	1985	1984
Revenue:		
Interest on loans	$657,770	$614,507
Interest on deposits	1,761	2,653
Fees on loan prepayments	3,535	1,547
Gains on redemption of debenture debt	336	392
	663,402	619,099
Expenditure:		
Interest on debentures	693,186	644,396
Amortization of debenture discount	3,884	3,664
Interest on short-term notes	8,716	2,063
Exchange losses on debenture debt	754	731
Administration and office expense	316	297
Debt service charges	79	117
Public debenture issue expense	—	43
Directors' and officers' fees and expenses	11	15
	706,946	651,326
Operating income (loss)	(43,544)	(32,227)
Sinking fund:		
Net earnings	117,065	97,214
Excess of revenue and sinking fund earnings over expenditure	$ 73,521	$ 64,987

ALBERTA MUNICIPAL FINANCING CORPORATION
STATEMENT OF RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1985

(thousands of dollars)

	General Fund	Sinking Fund	1985 Total	1984 Total
Balance at beginning of year	$(595,458)	$ 951,144	$355,686	$290,699
Operating income (loss)	(43,544)	—	(43,544)	(32,227)
Sinking fund earnings	—	117,065	117,065	97,214
Sinking fund contributions	(103,601)	103,601	—	—
Transfers on debt retirement	45,000	(45,000)	—	—
Balance at end of year	$(697,603)	$1,126,810	$429,207	$355,686

ALBERTA MUNICIPAL FINANCING CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1985
(thousands of dollars)

	1985	1984
Funds were provided from:		
Debenture debt issues:		
Canada Pension Plan Investment Fund	$290,742	$338,491
Public	—	150,000
Loan repayments	234,875	229,119
Transfers from sinking fund on debt retirement (Schedule 2)	45,000	40,000
	570,617	757,610
Funds were applied to:		
Operating loss	43,544	32,227
Add (deduct) non-cash items:		
Gain on redemption of debenture debt	336	392
Amortization of debenture discount	(3,884)	(3,664)
Increase in accrued interest (net)	7,269	5,727
Funds applied to operations	47,265	34,682
New loans	337,545	553,969
Redemption of debenture debt	50,820	51,329
Discount on sale of debentures	—	1,875
Contributions to the sinking fund (Schedule 2)	103,601	96,085
	539,231	737,940
Net increase in cash and short-term borrowings	$ 31,386	$ 19,670
Represented by:		
Increase in cash	$ 16,692	$ 2,364
Decrease in short-term notes payable to the Provincial Treasurer	14,694	17,306
	$ 31,386	$ 19,670

ALBERTA MUNICIPAL FINANCING CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Alberta Municipal Financing Corporation operates under the authority of the Alberta Municipal Financing Corporation Act, Chapter A-33, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

(a) Bonds, debentures, mortgages, bond coupons and residuals and mid-term money market securities are carried at cost adjusted for deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

(a) Short-term money market securities are carried at cost.

Realized gains and losses on disposals of short-term money market securities are included in the determination of net income.

(b) The cost of investments includes the amount of applicable amortization of discount or premium using the straight line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis.

(c) Debenture debt, cash, accrued interest, short-term money market securities and accounts payable denominated in foreign currency are translated at the rate of exchange in effect at the balance sheet date. Investments, other than short-term money market securities, and revenue items are translated at historical exchange rates.

Gains and losses arising from the translation of foreign currencies are included in the determination of net income except:

(i) unrealized exchange gains or losses relating to hedged debenture debt which are deferred until the debt is extinguished, and unrealized exchange gains or losses relating to unhedged debenture debt which are deferred and amortized over the remaining life of the debt, and

(ii) unrealized exchange gains or losses relating to hedged monetary assets which are deferred.

(d) Debenture discount, including underwriting commission, arising on the issue of debenture debt is deferred and amortized over the term of the debt. Public debenture issue expenses are charged against income as they arise.

(e) On redemption of each debenture debt issue, the accumulated contributions from the general fund together with related accumulated earnings are transferred from the sinking fund to the general fund.

Note 3 Debenture Debt

(a) The debenture debt of the Corporation is fully guaranteed by the Province of Alberta.

(b) Debentures amounting to $3,268,141,000 held by the Canada Pension Plan Investment Fund are redeemable at the option of the Minister of Finance of Canada by giving six months notice in writing to the Provincial Treasurer and observing the other redemption provisions of the debentures.

Note 4 Commitments (thousands of dollars)

The payments required to meet sinking fund and debenture redemption requirements during each of the next five years are as follows:

	Sinking Fund	Debenture Redemption	Total
1986	$105,176	$ 224,368	$ 329,544
1987	95,834	488,634	584,468
1988	87,472	145,329	232,801
1989	84,905	210,593	295,498
1990	79,614	18,399	98,013
	$453,001	$1,087,323	$1,540,324

Note 5 Share Capital

Particulars of share capital are summarized hereunder:

Class	Restricted to	Authorized	Issued and Fully Paid	Total Dollar Amount
A	Provincial Treasurer	4,500	4,500	$45,000
B	Municipalities and hospitals	1,000	849	8,490
C	Cities	750	573	5,730
D	Towns and villages	750	314	3,140
E	Schools	500	138	1,380
		7,500	6,374	$63,740

3 Class B shares and 30 Class C shares were issued during the year at $10 each. 1 Class B share was redeemed and 4 shares were transferred from Class D to Class C.

Note 6 Approval of Financial Statements

These financial statements have been approved by management.

Schedule 1

ALBERTA MUNICIPAL FINANCING CORPORATION
SCHEDULE OF NET DEBENTURE DEBT
AS AT DECEMBER 31, 1985
(thousands of dollars)

Date of Issue	Maturity Date	Interest Rate	Original Issue	Principal Outstanding	Deduct Sinking Fund Assets (Schedule 2)	Net Debenture Debt
Provincial Treasurer						
Sep 1, 1981	Sep 1, 1986	16.00%	$ 78,000	$ 78,000	$ 8,016	$ 69,984
Oct 15, 1981	Oct 15, 1986	18.00	100,000	100,000	10,277	89,723
Dec 1, 1981	Dec 1, 1986	15.875	70,000	70,000	7,194	62,806
May 3, 1982	May 3, 1987	15.75	40,000	40,000	2,848	37,152
Jun 15, 1982	Jun 15, 1987	15.375	50,000	50,000	3,560	46,440
Aug 3, 1982	Aug 3, 1987	16.875	70,000	70,000	4,984	65,016
Sep 1, 1982	Sep 1, 1987	15.50	210,000	210,000	14,953	195,047
Sep 15, 1981	Sep 15, 1987	16.25	85,000	85,000	8,735	76,265
Nov 16, 1981	Nov 16, 1987	17.25	86,000	86,000	8,838	77,162
Mar 1, 1982	Mar 1, 1988	16.00	110,000	110,000	7,832	102,168
Jul 15, 1981	Jul 15, 1988	16.00	45,000	45,000	4,625	40,375
Nov 1, 1982	Nov 1, 1989	13.50	150,000	70,000	4,984	65,016
Nov 1, 1979	Nov 1, 1999	11.70	70,000	70,000	12,576	57,424
Mar 3, 1980	Mar 3, 2000	13.45	35,000	35,000	4,905	30,095
Jul 2, 1980	Jul 3, 2000	11.75	30,000	30,000	4,205	25,795
Aug 15, 1980	Aug 15, 2000	13.20	35,000	35,000	4,905	30,095
Nov 17, 1980	Nov 17, 2000	13.75	75,000	75,000	10,511	64,489
Dec 1, 1980	Dec 1, 2000	13.65	50,000	50,000	7,008	42,992
Dec 17, 1979	Dec 15, 2000	11.85	70,000	70,000	14,583	55,417
Dec 15, 1980	Dec 15, 2000	13.60	155,000	155,000	19,717	135,283
Mar 2, 1981	Mar 2, 2001	14.10	30,000	30,000	3,083	26,917
Jun 15, 1981	Jun 15, 2001	16.25	85,000	85,000	8,735	76,265
Oct 1, 1980	Oct 1, 2001	13.66	75,000	75,000	10,511	64,489
Total				1,724,000	187,585	1,536,415
Canada Pension Plan Investment Fund (Note 3(b))						
Dec 1, 1966	Dec 1, 1986	5.44	40,764	40,764	40,764	—
Dec 1, 1967	Nov 1, 1987	5.57	55,194	55,194	51,201	3,993
Dec 2, 1968	Nov 4, 1988	6.56	65,019	65,019	54,561	10,458
Dec 1, 1969	Nov 3, 1989	7.32	76,618	76,618	57,906	18,712
Dec 1, 1970	Nov 2, 1990	8.06	78,282	78,282	53,041	25,241
Dec 1, 1971	Nov 1, 1991	7.18	92,130	92,130	55,696	36,434
Dec 15, 1972	Jun 1, 1992	7.13	54,599	54,599	29,294	25,305
Dec 15, 1973	Sep 4, 1993	7.44	85,433	85,433	40,440	44,993
Nov 15, 1974	Oct 1, 1994	8.34	98,318	98,318	40,776	57,542
Nov 14, 1975	Oct 1, 1995	8.79	137,694	137,694	49,629	88,065
Oct 15, 1976	Sep 1, 1996	9.06	140,685	140,685	43,645	97,040
Oct 14, 1977	Sep 1, 1997	9.06	163,457	163,457	43,136	120,321
Oct 16, 1978	Sep 1, 1998	9.31	176,645	176,645	39,059	137,586
Nov 15, 1979	Oct 1, 1999	10.04	219,206	219,206	39,383	179,823
Nov 14, 1980	Oct 1, 2000	12.35	222,367	222,367	31,165	191,202
Sep 15, 1981	Aug 1, 2001	14.18	216,739	216,739	19,490	197,249
Jun 1, 1982	Jun 1, 2002	15.75	274,735	274,735	17,117	257,618
Apr 5, 1983	Apr 5, 2003	13.82	209,284	209,284	12,687	196,597
Dec 1, 1983	Dec 1, 2003	11.50	231,739	231,739	9,002	222,737
Dec 3, 1984	Dec 3, 2004	13.25	338,491	338,491	6,159	332,332
Nov 1, 1985	Nov 1, 2005	11.66	283,604	283,604	—	283,604
Dec 2, 1985	Dec 2, 2005	10.80	7,138	7,138	—	7,138
Total				3,268,141	734,151	2,533,990

Schedule 1 (cont'd)

Date of Issue	Maturity Date	Interest Rate	Original Issue	Principal Outstanding	Deduct Sinking Fund Assets (Schedule 2)	Net Debenture Debt
Public, payable in Canadian dollars						
Nov 1, 1963	Nov 1, 1986	5.50	25,000	25,000	25,000	—
Jun 15, 1965	Jun 15, 1987	5.25	25,000	25,000	25,000	—
Aug 15, 1984	Aug 15, 1989	13.50	150,000	150,000	3,204	146,796
Nov 1, 1969	Nov 1, 1989	8.00	15,000	56	56	—
Nov 15, 1966	Nov 15, 1989	6.25	25,000	25,000	25,000	—
Jun 1, 1970	Jun 1, 1990	8.625	28,000	2,124	1,751	373
Jun 15, 1966	Jun 15, 1991	5.75	25,000	25,000	25,000	—
May 15, 1967	May 15, 1992	6.00	35,000	35,000	32,994	2,006
Mar 15, 1968	Mar 15, 1993	7.25	52,000	52,000	44,362	7,638
Jan 18, 1983	Dec 15, 2002	12.25	450,000	450,000	22,707	427,293
Total				789,180	205,074	584,106
Public, payable in United States dollars						
Nov 15, 1962	Nov 15, 1987	5.00	25,000 U.S.	4,709	—	4,709
Dec 15, 1964	Dec 15, 1989	4.625	25,000 U.S.	8,732	—	8,732
				13,441	—	13,441
Less deferred exchange losses				1,618	—	1,618
				11,823	—	11,823
Total				5,793,144	1,126,810	4,666,334
Less unamortized debenture discount				16,356	—	16,356
Total				$5,776,788	$1,126,810	$4,649,978

Schedule 2

ALBERTA MUNICIPAL FINANCING CORPORATION
SCHEDULE OF SINKING FUND ASSETS
AS AT DECEMBER 31, 1985
(thousands of dollars)

	Par Value	Book Value	Market Value
Investments:			
Bonds and debentures:			
Government of Canada, direct and guaranteed	$503,550	$ 506,586	$ 550,470
Provincial, direct:			
- Alberta	10,939	10,931	10,414
- Other	42,090	41,668	45,230
Provincial, guaranteed:			
- Alberta Municipal Financing Corporation	99,888	91,643	90,259
- Other Alberta	31,211	30,926	29,628
- Other	42,285	40,791	41,851
Corporate	76,700	76,722	82,633
Corporate, convertible	2,050	1,912	2,049
Municipal	12,000	11,954	13,128
Mid-term money market securities:			
Notes	9,000	8,988	9,360
Certificates of deposit	13,000	12,996	13,189
United States Treasury notes	34,213	31,470	35,122
Mortgages	9,257	9,257	9,981
Bond coupons and residuals:			
Government of Canada, direct		134,189	138,057
Deferred unamortized realized gains and losses		(6,822)	—
		1,003,211	1,071,371
Short-term money market securities: (a)			
Treasury bills		19,219	19,219
Total		1,022,430	1,090,590
Other assets: (a)			
Cash		85,079	85,079
Accrued interest receivable		19,301	19,301
Total		104,380	104,380
Total 1985		$1,126,810	$1,194,970
Total 1984		$ 951,144	$ 954,272

The net increase in sinking fund assets for the year ended December 31, 1985 amounting to $175,666 was financed as follows:

Contributions from the general fund	$103,601
Sinking fund earnings	117,065
Transfers to the general fund on debt retirement	(45,000)
	$175,666

(a) Market value is deemed to be book value.

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Statement of Capital Surplus
Notes to the Financial Statements
Schedule of Operating Expenses

AUDITOR'S REPORT

To the Minister of Utilities

I have examined the balance sheet of the Alberta Electric Energy Marketing Agency as at March 31, 1986 and the statements of revenue and expenditure and capital surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Agency as at March 31, 1986 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
April 21, 1986

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Cash	$36,368	$296,867
Fixed:		
Equipment, at cost	43,173	44,363
	$79,541	$341,230
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	$ 2,038	$ 35,664
Due to the Province of Alberta	34,330	261,203
	36,368	296,867
Capital surplus	43,173	44,363
	$79,541	$341,230

The accompanying notes are part
of these financial statements.

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Sales of electric energy	$937,774,669	$841,311,198
Interest, net (Note 3)	15,877	(199,644)
	937,790,546	841,111,554
EXPENDITURE		
Purchases of electric energy	937,774,669	841,311,198
Shielding grants	49,521,093	36,691,030
Operating expenses, Schedule 1	355,506	412,584
	987,651,268	878,414,812
Excess of expenditure over revenue	49,860,722	37,303,258
Contribution by the Province of Alberta	49,860,722	37,303,258
	$ —	$ —

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Balance at beginning of year	$44,363	$21,884
Add: Purchases of equipment	9,913	22,479
	54,276	44,363
Less: Equipment transferred to Department of Utilities	11,103	—
Balance at end of year	$43,173	$44,363

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Alberta Electric Energy Marketing Agency operates under the authority of the Electric Energy Marketing Act, Chapter E-4.1, Statutes of Alberta 1981. Shielding grants are paid pursuant to the Department of Utilities and Telecommunications Act, Chapter D-31, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

(a) General:

These financial statements have been prepared in accordance with generally accepted accounting principles except that the cost of equipment is charged to operations in the year of acquisition. Equipment is shown in the balance sheet at cost, with an offsetting credit to capital surplus.

(b) Administration Expenses:

The costs of office accommodation and certain other administration expenses are provided from the General Revenue Fund of the Province of Alberta, and accordingly are not reflected in these financial statements.

(c) Approval by the Public Utilities Board:

The price at which electric energy is sold to the Alberta Electric Energy Marketing Agency is subject to Public Utilities Board approval. Any subsequent price adjustments by the Board are reflected in the year of the Board's adjusting order.

(d) Changes in Financial Position:

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Interest, Net

Interest, net, consists of interest charged to and received from utility companies on adjustments of the purchase and sale price of electric energy.

Note 4 Contingency

Certain Public Utilities Board rates established in the prior year were appealed and some payments made to the Agency were conditional pending the conclusion of this matter.

Note 5 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Salaries and wages	$258,506	$265,864
Legal and consulting services	29,641	43,732
Employee benefits	24,933	26,482
Travel and hospitality	10,401	26,353
Equipment	9,913	22,479
Equipment rental	9,117	9,317
Freight, postage and telephone	3,856	1,667
Printing, stationery and supplies	3,580	8,011
Repair and maintenance	2,890	1,411
Books and periodicals	2,669	7,268
	$355,506	$412,584

SECTION 6

1985-86
PUBLIC ACCOUNTS

PROVINCIAL COMMITTEES - FINANCIAL STATEMENTS

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Advanced Education:
  Students Finance Board 6.3

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  Agricultural Research Council of Alberta 6.6

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  Edmonton Area Hospital Advisory Council Fund 6.11

PROVINCIAL COMMITTEES - FINANCIAL STATEMENTS

Introduction:

Section 1(1)(m) of the Financial Administration Act defines a Provincial committee as "an unincorporated board, commission, council or other body that is not a department or part of a department, all or a majority of whose members are appointed or designated, either by their personal names or by their names of office, by an Act of the Legislature or regulations under an Act of the Legislature, by an order of the Lieutenant Governor in Council or of a Minister of the Crown or by any combination thereof".

The large majority of Provincial committees do not operate funds. They are financed and accounted for as departmental expenditure under a supply vote.

Included in this section are those committees that operate funds. They are also included in the consolidated financial statements.

STUDENTS FINANCE BOARD
FINANCIAL STATEMENT
MARCH 31, 1986

Auditor's Report
Balance Sheet
Notes to the Financial Statement

AUDITOR'S REPORT

To the Members of the
Students Finance Board

I have examined the balance sheet of the Students Finance Board as at March 31, 1986. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, this financial statement presents fairly the financial position of the Board as at March 31, 1986 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
September 22, 1986

STUDENTS FINANCE BOARD
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Cash (Note 2)	$400	$300
LIABILITIES		
Due to the General Revenue Fund	$400	$300

The accompanying notes are part
of this financial statement.

STUDENTS FINANCE BOARD
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1986

Note 1 Authority

The Board operates under the authority of the Students Finance Act, Chapter S-24, Revised Statutes of Alberta 1980, and carries out the following activities on behalf of the Province of Alberta:

(i) Issue of certificates of eligibility for loans to be guaranteed pursuant to the Students Loan Guarantee Act and the Canada Student Loans Act. Fees are earned for administering Canada Student Loans Act certificates and are credited to the General Revenue Fund as revenue of the Department of Advanced Education.

(ii) Authorization of the following types of expenditures, paid by the Department of Advanced Education from funds appropriated by the Legislature:

(a) Grants, bursaries, fellowships and scholarships.

(b) Partial loan repayments on behalf of students.

(c) Interest on student loans guaranteed pursuant to the Students Loan Guarantee Act.

(d) Implementation of guarantees pursuant to the Students Loan Guarantee Act.

(e) Administration expenses in connection with all of the activities of the Board other than the costs of accommodation and basic office equipment forming part of the general administration costs of the Department of Advanced Education.

(iii) Authorization of scholarships paid from the Alberta Heritage Scholarship Fund.

Note 2 Cash

Cash consists of accountable advances from the General Revenue Fund.

Note 3 Approval of Financial Statement

This financial statement was approved by management.

AGRICULTURAL RESEARCH COUNCIL OF ALBERTA
FARMING FOR THE FUTURE PROGRAM
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements
Schedule of Research Grants
Schedule of Research Expenditure for Administered Projects
Schedule of Research Grants for Projects under the On-Farm Demonstration Program

AUDITOR'S REPORT

To the Members of the Agricultural
Research Council of Alberta

I have examined the balance sheet of the Agricultural Research Council of Alberta Farming for the Future Program as at March 31, 1986 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Program as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 11, 1986

AGRICULTURAL RESEARCH COUNCIL OF ALBERTA
FARMING FOR THE FUTURE PROGRAM
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Current:		
Deposits in trust (Notes 3 and 7)	$461,774	$465,953
Due from the Alberta Heritage Savings Trust Fund	188,310	74,391
	$650,084	$540,344
LIABILITIES AND UNEXPENDED FUNDS		
Current:		
Holdbacks payable	$167,541	$115,091
Research grants payable (Note 7)	142,672	63,518
Other accounts payable	30,971	8,949
	341,184	187,558
Unexpended funds	308,900	352,786
	$650,084	$540,344

The accompanying notes are part
of these financial statements.

AGRICULTURAL RESEARCH COUNCIL OF ALBERTA
FARMING FOR THE FUTURE PROGRAM
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue:		
Contributions from the Province of Alberta:		
Alberta Heritage Savings Trust Fund (Note 4)	$4,730,426	$4,803,501
Expenditure:		
Research grants, Schedule 1:		
Universities	1,361,988	2,109,137
Other	1,143,745	793,822
Research expenditure for administered projects, Schedule 2	1,593,920	1,298,359
Research grants for projects under the On-Farm Demonstration Program, Schedule 3	342,804	275,404
Supplies and services	167,930	200,131
Administrative personnel costs	163,925	129,423
Research grants under the Graduate Student Research Support Program	—	(2,165)
	4,774,312	4,804,111
Excess of expenditure over revenue	43,886	610
Unexpended funds at beginning of year	352,786	353,396
Unexpended funds at end of year	$ 308,900	$ 352,786

AGRICULTURAL RESEARCH COUNCIL OF ALBERTA
FARMING FOR THE FUTURE PROGRAM
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Farming for the Future Program operates under the authority of the Department of Agriculture Act, Chapter D-12, Revised Statutes of Alberta 1980.

Pursuant to section 6 of the Act, the Program was established by Ministerial Order under the administration of the Agricultural Research Council of Alberta.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Research Grants

Research grants are recorded in these financial statements when grants have been approved for payment by the Minister of Agriculture and conditions of that approval have been formally accepted by the researchers. Unexpended balances of grant funds held in researchers' accounts are not reflected in these financial statements.

Grant funds which are returned to the Program after the completion of the project are reflected in the financial statements as a reduction of current expenditure.

(b) Capital Assets

Capital assets purchased from program funds for administered projects are not reflected in these financial statements.

(c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Deposits in Trust

Deposits in trust consist of deposits held as follows:

	1986	1985
The University of Alberta	$308,900	$318,216
General Trust Account, Province of Alberta	152,874	113,167
Alberta Research Council	—	34,570
	$461,774	$465,953

Note 4 Contributions from the Province of Alberta

The Appropriation (Alberta Heritage Savings Trust Fund, Capital Projects Division) Act, 1985-86 provided for payments to the Program to a maximum of $5,000,000 for the year ended March 31, 1986 (1985 $5,000,000). This provision which enabled the Program to receive funds up to the stated maximum lapsed at March 31, 1986.

Note 5 Commitments

As at March 31, 1986 the Program had commitments totalling approximately $4,071,000 (1985 $3,600,000) with respect to grants applications approved by the Council but awaiting approval by the Minister of Agriculture, or where conditions of approval by the Minister have not been formally accepted by researchers.

Note 6 Administration Costs

Salaries, accommodation and other overhead costs incurred in the administration of the Program have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 7 Comparative Figures

Deposits in trust and research grants payable at March 31, 1985 have been reduced by $1,269,837 to remove from these financial statements unexpended balances of grant funds held in researchers' accounts at the University of Alberta at that date.

Note 8 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

AGRICULTURAL RESEARCH COUNCIL OF ALBERTA
FARMING FOR THE FUTURE PROGRAM
SCHEDULE OF RESEARCH GRANTS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Universities:		
The University of Alberta	$1,312,393	$2,006,762
The University of Calgary	43,450	2,500
The University of Manitoba	7,000	42,170
The University of Saskatchewan	(855)	(14,209)
The University of Toronto	—	58,930
The University of British Columbia	—	12,984
	1,361,988	2,109,137
Other:		
Western College of Veterinary Medicine	283,874	293,850
Veterinary Infectious Disease Organization	212,076	—
Alberta Research Council	141,468	124,350
UMA Engineering Ltd. (formerly Underwood McLennan Limited)	128,200	63,500
Agriculture Canada:		
Saskatchewan	111,500	109,570
British Columbia	75,000	60,300
Hardy Associates (1978) Ltd.	87,600	—
Lakeside Research	37,500	38,000
Thorlakson Feedyards Ltd.	30,000	—
Western Cooperative Fertilizers Ltd.	27,590	16,680
Olds College	11,750	9,900
Alberta Sugar Company	(2,813)	24,100
Norwest Soil Research Ltd.	—	40,550
Applied Research and Development	—	17,685
Pirker Apiaries	—	1,671
Monenco	—	(6,334)
	1,143,745	793,822
	$2,505,733	$2,902,959

Schedule 2

AGRICULTURAL RESEARCH COUNCIL OF ALBERTA
FARMING FOR THE FUTURE PROGRAM
SCHEDULE OF RESEARCH EXPENDITURE FOR ADMINISTERED PROJECTS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Agriculture Canada:		
Lethbridge	$ 684,330	$ 423,126
Beaverlodge	310,286	364,354
Lacombe	242,494	168,286
Fort Vermilion	54,945	53,375
Saskatoon	14,674	16,500
Alberta Department of Agriculture:		
Lethbridge	143,196	195,560
Lacombe	73,359	14,449
Brooks	61,537	76,860
Edmonton	9,099	49,513
Grants refunded	—	(63,664)
	$1,593,920	$1,298,359

Schedule 3

AGRICULTURAL RESEARCH COUNCIL OF ALBERTA
FARMING FOR THE FUTURE PROGRAM
SCHEDULE OF RESEARCH GRANTS FOR PROJECTS UNDER THE ON-FARM DEMONSTRATION PROGRAM
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Region:		
Lethbridge	$ 64,398	$ 58,187
Barrhead	63,987	43,413
Airdrie	61,320	45,422
Fairview	59,478	34,634
Red Deer	56,552	38,552
Vermilion	37,069	55,196
	$342,804	$275,404

EDMONTON AREA HOSPITAL ADVISORY COUNCIL FUND
FINANCIAL STATEMENT
MARCH 31, 1986

Auditor's Report
Statement of Receipts, Payments and Fund Balance
Notes to the Financial Statement

AUDITOR'S REPORT

To the Members of the Edmonton
Area Hospital Advisory Council

I have examined the statement of receipts, payments and fund balance of the Edmonton Area Hospital Advisory Council Fund for the nine months ended March 31, 1986. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, this financial statement presents fairly the balance of the Fund as at March 31, 1986 and the receipts and payments for the nine months then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statement applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 15, 1986

EDMONTON AREA HOSPITAL ADVISORY COUNCIL FUND
STATEMENT OF RECEIPTS, PAYMENTS AND FUND BALANCE
FOR THE NINE MONTHS ENDED MARCH 31, 1986

	1986	Year Ended June 30, 1985
Receipts:		
Grants from Department of Hospitals and Medical Care	$ 2,018	$12,726
Interest	338	673
	2,356	13,399
Payments:		
Salaries	4,500	6,000
Council members' fees and travel expenses	4,304	2,573
Office supplies	642	960
Secretarial fees	200	200
Miscellaneous	355	213
	10,001	9,946
Excess (deficiency) of receipts over payments	(7,645)	3,453
Balance at beginning of year	10,915	7,462
Balance at end of year	$ 3,270	$10,915
Represented by cash in bank accounts	$ 3,270	$10,915

The accompanying notes are part
of this financial statement.

EDMONTON AREA HOSPITAL ADVISORY COUNCIL FUND
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1986

Note 1 Authority

The Edmonton Area Hospital Advisory Council Fund operates under the authority of an Order issued by the Minister of Hospitals and Medical Care pursuant to section 5 (1) of the Department of Hospitals and Medical Care Act, Chapter D-22, Revised Statutes of Alberta 1980.

Note 2 Reporting Practice

This financial statement has been prepared on a cash basis to show bank transactions of the Fund during the period ended March 31, 1986.

Note 3 Change of Fiscal Period

On September 19, 1985 the Council decided to change the year end from June 30 to March 31 each year, resulting in a nine month fiscal period to March 31, 1986.

Note 4 Approval of Financial Statement

This financial statement was approved by the Secretary-Treasurer.

SECTION 7

1985-86
PUBLIC ACCOUNTS

COMMERCIAL ENTERPRISES - FINANCIAL STATEMENTS

Contents:

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Agriculture: Alberta Terminals Ltd.	7.3
Attorney General: The Alberta General Insurance Company	7.9
Economic Development: Alberta Intermodal Services Ltd.	7.13
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COMMERCIAL ENTERPRISES - FINANCIAL STATEMENTS

Introduction:

The Provincial corporations and enterprises included in this section operate on the basis of full cost supported by charges for goods or services with no subsidy from the General Revenue Fund.

Because the basis of accounting is significantly different from that used for the General Revenue Fund, and to adjust to the latter basis would result in the write-off of significant revenue earning assets, they are included in the consolidated financial statements on an equity basis whereby the Government's investment is adjusted for unremitted earnings and to reflect its share of capital transactions including loans to or from the enterprise.

ALBERTA TERMINALS LTD.
FINANCIAL STATEMENTS
JULY 31, 1985

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Terminal Operations
Schedule of Administrative Expenses

AUDITOR'S REPORT

To the Shareholders of Alberta
Terminals Ltd.

I have examined the balance sheet of Alberta Terminals Ltd. as at July 31, 1985 and the statements of income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of Alberta Terminals Ltd. as at July 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

F.C.A.
Auditor General

Edmonton, Alberta
September 17, 1985

ALBERTA TERMINALS LTD.
BALANCE SHEET
AS AT JULY 31, 1985

	1985	1984
ASSETS		
Current:		
Cash	$ 339,461	$ 7,713,519
Term deposits	9,999,034	2,512,760
Accounts receivable	294,482	207,616
Accrued interest receivable	289,810	161,656
Accrued storage and elevation fees	92,930	62,237
Inventories	352,340	147,498
Prepaid expenses and other assets	168,462	201,812
	11,536,519	11,007,098
Fixed assets (Note 3)	9,148,496	8,348,932
	$20,685,015	$19,356,030
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current:		
Trade accounts payable and accrued charges	$ 603,039	$ 497,898
Capital accounts payable	373,406	51,195
Unexpended grant funds	—	16,549
	976,445	565,642
Shareholders' equity:		
Share capital:		
Authorized - unlimited number of common shares with no par value		
Issued - 70,114 common shares	17,528,500	17,528,500
Retained earnings	2,180,070	1,261,888
	19,708,570	18,790,388
	$20,685,015	$19,356,030

The accompanying notes are part of these financial statements.

ALBERTA TERMINALS LTD.
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED JULY 31, 1985

	1985	1984
Revenue	$3,735,379	$3,481,771
Terminal operation expenses	3,045,572	3,087,022
Gross operating profit from terminals, Schedule 1	689,807	394,749
Other income (expenses):		
Interest income	1,153,974	1,021,728
Workers' Compensation Board refund (Note 4)	43,266	—
Property tax refund	—	61,457
Administrative expenses, Schedule 2	(924,225)	(739,979)
(Loss) gain on disposal of fixed assets	(25,924)	3,000
Truck operating costs, net	(18,716)	(33,654)
	228,375	312,552
Net income for the year	918,182	707,301
Retained earnings at beginning of year	1,261,888	554,587
Retained earnings at end of year	$2,180,070	$1,261,888

ALBERTA TERMINALS LTD.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JULY 31, 1985

	1985	1984
Funds were provided from:		
Operations:		
Net income	$ 918,182	$ 707,301
Add (deduct) items not affecting working capital:		
Depreciation	426,384	378,762
Loss (gain) on sale of fixed assets	25,924	(3,000)
	1,370,490	1,083,063
Proceeds on sale of fixed assets	62,940	—
	1,433,430	1,083,063
Funds were applied to:		
Additions to fixed assets	1,314,812	884,411
Increase in working capital	118,618	198,652
Working capital at beginning of year	10,441,456	10,242,804
Working capital at end of year	$10,560,074	$10,441,456

ALBERTA TERMINALS LTD.
NOTES TO THE FINANCIAL STATEMENTS
JULY 31, 1985

Note 1 Authority

Alberta Terminals Ltd. was incorporated on September 19, 1979 under The Companies Act of the Province of Alberta. It was subsequently continued under the Alberta Business Corporations Act on June 30, 1983 at which time its authorized shares were changed from 100,000 common shares with no par value to an unlimited number of common shares with no par value.

Note 2 Significant Accounting Policies

(a) Inventories

Inventories of grain and screenings are valued at established delivery prices at the balance sheet date.

(b) Fixed Assets

Fixed assets are recorded at cost. Engineering costs and overheads relating to the terminal rehabilitation program are capitalized in the accounts. Depreciation is charged at rates designed to amortize the cost of assets over their estimated useful lives as follows:

Buildings	40 years straight-line
Equipment	10% declining-balance
Building improvements	15% declining-balance
Computer	7 years straight-line
Engineering studies	5 years straight-line
Automotive	20% declining-balance
Furniture and fixtures	20% declining-balance

Leasehold improvements are amortized on a straight-line basis over the term of the lease.

(c) Revenue Recognition

Two-thirds of revenue derived from elevation is taken into income when the grain is received. One-third of the elevation fees are taken into income when the grain is shipped. Storage charges are recorded in the accounts on a monthly basis. Unbilled revenue is recorded using the tariff rates in effect at the balance sheet date.

(d) Gains or Losses on Inventory Held for Customers

The Company recognizes gains or losses resulting from customer inventory overages or shortages at the time of the annual weighovers conducted at year end.

Note 3 Fixed Assets

Fixed assets consist of the following:

	1985			1984
	Cost	Accumulated Depreciation	Net	Net
Land	$ 2,900,000	$ —	$2,900,000	$2,900,000
Buildings	3,353,158	356,765	2,996,393	3,080,221
Equipment	2,850,099	712,839	2,137,260	1,345,872
Building improvements	989,579	396,663	592,916	665,776
Leasehold improvements	231,568	3,211	228,357	468
Computer	157,575	31,298	126,277	139,681
Engineering studies	197,461	126,667	70,794	62,648
Automotive	67,504	12,465	55,039	106,206
Furniture and fixtures	94,350	52,890	41,460	48,060
	$10,841,294	$1,692,798	$9,148,496	$8,348,932

Note 4 Workers' Compensation Board Refund

During the year, the Company received a Workers' Compensation Board performance refund of $61,859 of which $43,266 related to prior years.

Note 5 Pension Plan

The Corporation has a pension plan covering substantially all its employees. The most recent independent actuarial valuation, effective December 31, 1983, indicates a surplus of $161,200 in the plan. As a result, employer's contributions have been reduced from 6.2% to 5.2% of payroll up to the expected date of the next actuarial valuation, December 31, 1986.

Note 6 Comparative Figures

The 1984 figures have been reclassified where necessary to conform to the 1985 presentation.

Note 7 Approval of Financial Statements

These financial statements have been reviewed by the Audit Committee and recommended to the Board for approval.

Schedule 1

ALBERTA TERMINALS LTD.
SCHEDULE OF TERMINAL OPERATIONS
FOR THE YEAR ENDED JULY 31, 1985

	Calgary	Edmonton	Lethbridge	High Level	1985 Total	1984 Total
Revenue:						
Elevation, cleaning and storage	$ 874,946	$1,110,216	$653,849	$ —	$2,639,011	$2,349,278
Grain refuse sales	318,832	611,092	166,444	—	1,096,368	1,132,493
	1,193,778	1,721,308	820,293	—	3,735,379	3,481,771
Expenses:						
Salaries, wages and benefits	402,947	627,257	392,462	9,306	1,431,972	1,543,548
Property taxes	139,895	143,110	76,977	—	359,982	368,249
Depreciation	110,505	99,118	126,157	—	335,780	313,010
Fuel and utilities	70,102	91,294	46,500	—	207,896	194,340
Terminal usage rebates	40,217	91,021	49,224	—	180,462	88,935
Trucking subsidy	—	91,372	52,532	—	143,904	96,451
Repairs and maintenance	21,086	27,868	11,142	163	60,259	97,997
Telephone, office and courier	18,617	15,169	18,973	226	52,985	40,289
Transportation	1,370	51,233	—	—	52,603	—
Grain refuse purchases	3,390	35,992	8,123	—	47,505	143,415
Advertising and promotion	11,412	15,592	11,581	1,737	40,322	7,729
Travel and entertainment	11,337	12,292	11,913	3,274	38,816	29,725
Insurance	12,822	14,244	5,953	—	33,019	95,574
Professional fees	6,412	6,492	15,616	—	28,520	—
Materials and supplies	4,697	3,209	3,707	—	11,613	7,651
Miscellaneous	3,661	4,901	4,422	6,950	19,934	19,936
Data processing	—	—	—	—	—	40,173
	858,470	1,330,164	835,282	21,656	3,045,572	3,087,022
Gross operating profit (loss)	$ 335,308	$ 391,144	$(14,989)	$(21,656)	$ 689,807	$ 394,749

Schedule 2

ALBERTA TERMINALS LTD.
SCHEDULE OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED JULY 31, 1985

	1985	1984
Salaries and benefits	$490,104	$327,440
Directors' travel	79,381	62,089
Depreciation	78,854	46,764
Travel	48,668	53,374
Telephone, utilities and courier	45,179	59,975
Professional fees	33,491	27,573
Office and equipment rent	30,400	57,816
Repairs and maintenance	22,819	21,267
Promotion	21,501	15,290
Insurance and property taxes	17,906	21,496
Materials and office supplies	16,611	12,991
Bank charges	14,594	3,120
Dues and fees	9,750	6,924
Contract services	8,728	21,004
Security	3,073	115
Miscellaneous	3,166	2,741
	$924,225	$739,979

THE ALBERTA GENERAL INSURANCE COMPANY
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Loss
Statement of Deficit
Notes to the Financial Statements
Schedule of Administrative and General Expenses

AUDITOR'S REPORT

To The Board of Directors of
The Alberta General Insurance Company

I have examined the balance sheet of The Alberta General Insurance Company as at December 31, 1985 and the statements of loss and deficit for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Company as at December 31, 1985 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

F.C.A.
Auditor General

Edmonton, Alberta
February 12, 1986

THE ALBERTA GENERAL INSURANCE COMPANY
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Current:		
Cash	$ 2,562	$ —
Premiums receivable	165,000	—
Reinsurance accounts receivable	31,523	215,195
Estimated reinsurance loss claims recoverable	147,656	202,605
Accrued interest on investments	—	3,828
Investments, at market value	—	204,219
	$ 346,741	$ 625,847
LIABILITIES, RESERVES AND DEFICIT		
Current:		
Bank overdraft	$ —	$ 120,493
Promissory notes (Note 3)	70,000	250,000
Estimated claims payable	198,375	276,745
Premium tax payable	3,301	39,549
Sundry accounts payable	3,125	29,011
Unearned premiums	165,044	—
	439,845	715,798
Reserve for reinsurance ceded to unregistered companies	44,705	104,241
Deficit	(137,809)	(194,192)
	$ 346,741	$ 625,847

The accompanying notes are part
of these financial statements.

THE ALBERTA GENERAL INSURANCE COMPANY
STATEMENT OF LOSS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Underwriting:		
Premiums, net of cancellations and returns	$165,050	$ (4,527)
Less: Reinsurance premiums, net	—	1,350
Net premiums written	165,050	(3,177)
Less: Increase (decrease) in unearned premiums	165,044	(280,097)
Net premiums earned	6	276,920
Commission on reinsurance premiums	—	(572)
Net premiums earned and commission on reinsurance premiums	6	276,348
Deduct:		
Claims paid or outstanding:		
Claims	(24,299)	244,046
Claims expense	4,877	84,344
Less: Reinsurance recoveries:		
Claims	16,916	(166,071)
Claims expense	(2,449)	(47,798)
Salvage	—	(1,030)
Net claims paid or outstanding	(4,955)	113,491
Agents' commissions	—	(1,023)
Premium tax	3,301	—
Administrative and general expenses, Schedule 1	18,717	237,358
Total deductions	17,063	349,826
Underwriting loss	17,057	73,478
Other income (expense):		
Interest on investments	1,674	24,306
Gain (loss) on sale of bonds	12,181	(4,275)
Sundry	49	7,789
	13,904	27,820
Loss before extraordinary item	3,153	45,658
Extraordinary item:		
Costs of ceasing business	—	138,538
Net loss for the year	$ 3,153	$184,196

THE ALBERTA GENERAL INSURANCE COMPANY
STATEMENT OF DEFICIT
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Deficit at beginning of year	$ 194,192	$ 189,647
Net loss for the year	3,153	184,196
Decrease in reserve for reinsurance ceded to unregistered companies	(59,536)	(179,651)
Deficit at end of year	$ 137,809	$ 194,192

THE ALBERTA GENERAL INSURANCE COMPANY
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Alberta General Insurance Company operates under the authority of The Alberta General Insurance Company Act, Chapter 9, Statutes of Alberta 1948.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements are prepared in accordance with accounting practices appropriate to Canadian insurance companies or as prescribed by the Alberta Insurance Act. These accounting practices differ from generally accepted accounting principles in that:

A reserve for reinsurance ceded to companies not registered or licensed in Canada is required to include amounts owed by such companies and unearned premiums related to reinsurance ceded to unregistered companies.

A statement of changes in financial position is not required by the Alberta Insurance Act.

Note 3 Promissory Notes

Promissory notes are repayable on demand to the Province of Alberta. Promissory notes are unsecured and bear interest at rates determined by the Province of Alberta.

Note 4 Cessation of Business

During 1983 it was decided by the Company's directors that with the exception of one policy covering certain government property, The Alberta General Insurance Company would cease active business operations effective October 31, 1984. During the current year however, a policy was written which will expire on March 31, 1986.

The ending of active business operations has the following effects:

(a) The Province of Alberta guarantees claims under Section 16(2) of The Alberta General Insurance Act. Claims may be reported for one year after occurrence for a property loss and two years for a liability claim. Therefore, it is possible that policies that expire in 1986 may have claims reported against them until 1988 and that the Province may be liable to pay claims, should the Company's assets prove to be insufficient.

(b) At December 31, 1985 the Company has losses carried forward for income tax purposes in the amount of approximately $617,000. When the Company ceases business, the benefits of these losses carried forward will be lost.

Note 5 Approval of Financial Statements

These financial statements were approved by the Board of Directors.

Schedule 1

THE ALBERTA GENERAL INSURANCE COMPANY
SCHEDULE OF ADMINISTRATIVE AND GENERAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Salaries and wages	$ —	$120,465
Rent	—	57,054
Interest and exchange	17,316	26,448
Administration	1,401	32,353
Employee benefits	—	8,939
Bad debts (recovered)	—	(7,901)
	$18,717	$237,358

ALBERTA INTERMODAL SERVICES LTD.
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Notes to the Financial Statements
Schedule of Business Development Costs

AUDITOR'S REPORT

To the Shareholder of Alberta
Intermodal Services Ltd.

I have examined the balance sheet of Alberta Intermodal Services Ltd. as at December 31, 1985 and the statement of income and retained earnings for the period May 27, 1985 to December 31, 1985. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of Alberta Intermodal Services Ltd. as at December 31, 1985 and the results of its operations for the period then ended in accordance with generally accepted accounting principles.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
March 25, 1986

ALBERTA INTERMODAL SERVICES LTD.
BALANCE SHEET
AS AT DECEMBER 31, 1985

ASSETS

Current:	
Cash	$13,623,695
Prepaid expenses and advances	6,227
	13,629,922
Deferred:	
Business development costs, Schedule 1	460,299
Fixed assets (Note 3)	7,324,771
	$21,414,992

LIABILITIES AND SHAREHOLDER'S EQUITY

Current:	
Accounts payable	$ 1,036,849
Shareholder's equity:	
Share capital:	
Authorized - unlimited number of common shares without par value	
Issued - 20,000 shares (Note 4)	20,000,000
Retained earnings	378,143
	$21,414,992

The accompanying notes are part
of these financial statements.

ALBERTA INTERMODAL SERVICES LTD.
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE PERIOD MAY 27, 1985 to DECEMBER 31, 1985

Interest income	$378,143
Net income for the period and retained earnings at December 31, 1985	$378,143

ALBERTA INTERMODAL SERVICES LTD.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Company was incorporated in the name of Alberta Container Company Ltd. on May 27, 1985 under the Business Corporations Act, Chapter B-15, Statutes of Alberta 1981. On June 24, 1985 the name was changed to Alberta Intermodal Services Ltd. The Company commenced operations on January 2, 1986.

Note 2 Significant Accounting Policies and Reporting Practices

a) Fixed assets

Fixed assets are recorded at cost. No depreciation has been recorded in the period.

b) Business development costs

Business development costs represent expenditures incurred prior to the start of operations. No amortization has been recorded in the period.

c) Changes in financial position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Fixed Assets

Fixed assets consist of the following:

Land	$4,783,601
Buildings	2,448,622
Office furniture and equipment	92,548
	$7,324,771

Note 4 Share Capital

20,000 common shares were issued during the period for cash.

Note 5 Contractual Obligations

The Company has entered into contractual arrangements to place with a carrier a minimum volume of business totalling $13 million at predetermined rates over a period of five years commencing January 2, 1986.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA INTERMODAL SERVICES LTD.
BUSINESS DEVELOPMENT COSTS
AS AT DECEMBER 31, 1985

Salaries and employee benefits	$101,789
Consulting	97,291
Recruitment and relocation	91,600
Advertising	86,015
Travel and entertainment	32,594
Stationery and office supplies	16,133
Telephone, telex and postage	10,456
Property rentals	8,325
Rental of office equipment	5,254
Legal fees	3,869
Memberships dues and subscriptions	2,213
Miscellaneous	4,760
	$460,299

THE WORKERS' COMPENSATION BOARD
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Changes in Accident Fund Balance
Summarized Statement of Operating Transactions
Statement of Reserve for Unfinalled Claims
Statement of Pension Fund
Statement of Reserves for Specific Claim Costs
Statement of Administrative, General and Accident Prevention Expenses
Statement of Rehabilitation Centre Operations
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The
Workers' Compensation Board

I have examined the balance sheet of The Workers' Compensation Board as at December 31, 1985 and the following statements for the year then ended:

Statement of Changes in Accident Fund Balance
Summarized Statement of Operating Transactions
Statement of Reserve for Unfinalled Claims
Statement of Pension Fund
Statement of Reserves for Specific Claim Costs
Statement of Administrative, General and Accident Prevention Expenses
Statement of Rehabilitation Centre Operations

My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Board as at December 31, 1985 and the results of its operations for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied, except for the change in the method of accounting for gains and losses on equities and after giving retroactive effect to the change in the method of accounting for the provision for unfinalled claims as explained in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
April 9, 1986

Statement 1

THE WORKERS' COMPENSATION BOARD
BALANCE SHEET
AS AT DECEMBER 31, 1985
(in thousands of dollars)

	1985	1984
ASSETS		
Deposits in trust (Note 4)	$ 78,566	$ 102,730
Term deposits (Note 4)	138,096	135,797
Assessments receivable (Note 5)	29,240	23,361
Accounts receivable	3,332	3,662
Advances to pensioners	3,224	3,620
Accrued interest	25,757	29,785
Investments (Note 4)	956,437	820,398
Land, buildings and equipment (Note 6)	12,804	8,208
Deferred charges and other assets (Note 7)	22,262	31,930
	$1,269,718	$1,159,491
LIABILITIES AND RESERVES		
Accounts payable	$ 3,450	$ 1,918
Employers' deposit accounts	309	305
Estimated merit rebates	76,375	73,900
Reserve for unfinalled claims	338,000	303,263
Pension fund	640,600	653,255
Reserves for specific claim costs	324,300	224,228
Reserve for loss on realization of investments (Note 4)	15,900	16,876
Accident fund balance (deficit)	(129,216)	(114,254)
	$1,269,718	$1,159,491

The accompanying notes are part
of these financial statements.

Statement 2

THE WORKERS' COMPENSATION BOARD
STATEMENT OF CHANGES IN ACCIDENT FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 1985
(in thousands of dollars)

	1985	1984
Balance at beginning of year	$(114,254)	$(173,241)
Add:		
Operating surplus (deficit)	(57,722)	(20,928)
	(171,976)	(194,169)
Deduct:		
Write down of proposed facility (Note 6)	4,673	—
Transfer to (from):		
Reserve for unfinalled claims	1,735	(32,598)
Pension fund	(116,632)	(64,350)
Reserves for specific claim costs	67,464	17,033
	(42,760)	(79,915)
Balance at end of year	$(129,216)	$(114,254)

Statement 3

THE WORKERS' COMPENSATION BOARD
SUMMARIZED STATEMENT OF OPERATING TRANSACTIONS
FOR THE YEAR ENDED DECEMBER 31, 1985
(in thousands of dollars)

	Self-Insurers	Industry	1985 Total	1984 Total
REVENUE				
Assessment	$10,144	$334,622	$344,766	$344,005
Deduct: Estimated or adjusted merit rebates	—	76,730	76,730	74,483
	10,144	257,892	268,036	269,522
Investment income	(1)	128,725	128,724	105,689
Deduct: Portion allocated (Note 8)	—	130,128	130,128	102,128
	(1)	(1,403)	(1,404)	3,561
	$10,143	$256,489	$266,632	$273,083
EXPENDITURE				
Claim costs (Note 9)	$ 9,172	$258,823	$267,995	$233,547
Deduct portion charged to:				
Reserves for specific claim costs	656	76,703	77,359	64,881
Reserve for unfinalled claims	—	98,573	98,573	89,456
	8,516	83,547	92,063	79,210
Provision for:				
Reserves for specific claim costs	—	91,196	91,196	63,124
Reserve for unfinalled claims	—	101,399	101,399	93,479
Administrative and general expenses	1,426	29,474	30,900	28,676
Occupational Health and Safety (Note 10)	201	5,979	6,180	6,296
	$10,143	$311,595	$321,738	$270,785
PROVISIONAL SURPLUS (DEFICIT)	$ —	$(55,106)	$(55,106)	$ 2,298
Deduct: Appropriation for reserve for loss on realization of investments			2,616	1,297
Surplus refunds (Note 11)			—	21,929
OPERATING SURPLUS (DEFICIT)			$(57,722)	$(20,928)

Statement 4

THE WORKERS' COMPENSATION BOARD
STATEMENT OF RESERVE FOR UNFINALLED CLAIMS
FOR THE YEAR ENDED DECEMBER 31, 1985
(in thousands of dollars)

	1985	1984
AMOUNTS PROVIDED		
By industry in respect of current year	$101,399	$ 93,479
Investment income (Note 8)	30,176	28,256
	131,575	121,735
AMOUNTS APPLIED		
Claim costs in respect of prior years (Note 9)	98,573	89,456
NET INCREASE	33,002	32,279
Balance at beginning of year	303,263	303,582
	336,265	335,861
Transfer from (to) accident fund balance	1,735	(32,598)
BALANCE AT END OF YEAR	$338,000	$303,263

Statement 5

THE WORKERS' COMPENSATION BOARD
STATEMENT OF PENSION FUND
FOR THE YEAR ENDED DECEMBER 31, 1985
(in thousands of dollars)

	1985	1984
AMOUNTS PROVIDED		
Pension awards (Note 9)	$ 107,803	$ 95,030
Investment income (Note 8)	77,527	73,021
Province of Alberta (Note 12)	16,186	13,924
	201,516	181,975
AMOUNTS APPLIED		
Payments to pensioners	97,143	61,572
Deduct: Increase (decrease) in advances to pensioners	(396)	507
Pension payments	97,539	61,065
NET INCREASE	103,977	120,910
Balance at beginning of year	653,255	596,695
	757,232	717,605
Transfer from (to) accident fund balance	(116,632)	(64,350)
BALANCE AT END OF YEAR	$ 640,600	$ 653,255

Statement 6

THE WORKERS' COMPENSATION BOARD
STATEMENT OF RESERVES FOR SPECIFIC CLAIM COSTS
FOR THE YEAR ENDED DECEMBER 31, 1985

(in thousands of dollars)

	Rehabilitation	Enhanced Disabilities	1985 Total	1984 Total
AMOUNTS PROVIDED				
By industry in respect of current year	$14,679	$ 76,517	$ 91,196	$ 63,124
Investment income (Note 8)	3,259	19,166	22,425	851
	17,938	95,683	113,621	63,975
AMOUNTS APPLIED				
Claim costs (Note 9)	9,115	68,244	77,359	64,881
Rehabilitation Centre:				
Special apparatus for claimants	—	—	—	59
Operating deficit	491	—	491	869
Administrative and general expenses	3,163	—	3,163	3,046
	12,769	68,244	81,013	68,855
NET INCREASE (DECREASE)	5,169	27,439	32,608	(4,880)
Balance at beginning of year	31,580	192,648	224,228	212,075
	36,749	220,087	256,836	207,195
Transfer from (to) accident fund balance	1,751	65,713	67,464	17,033
BALANCE AT END OF YEAR	$38,500	$285,800	$324,300	$224,228

Statement 7

THE WORKERS' COMPENSATION BOARD
STATEMENT OF ADMINISTRATIVE, GENERAL AND ACCIDENT PREVENTION EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 1985
(in thousands of dollars)

	1985	1984
Salaries and employee benefits	$26,318	$25,307
Data processing and office equipment rentals and maintenance	1,734	1,731
Depreciation of buildings and equipment	1,133	325
Maintenance, rental and operation of buildings	787	756
Telephone and telegraph	694	666
Travelling	556	535
Printing and office supplies	550	503
Postage, freight and express	526	481
Professional and technical memberships, publications, courses and seminars	335	215
Taxes	320	314
Audit, legal and other professional fees	228	231
Staff recruitment and relocation	126	59
Media productions and advertising	106	65
Insurance and security services	94	4
Miscellaneous	85	93
	33,592	31,285
Add:		
Occupational Health and Safety (Note 10)	6,180	6,296
Alberta Health Care administration cost	180	135
Administrative claim costs	536	554
	6,896	6,985
Deduct:		
Rental revenue	14	28
Miscellaneous revenue	231	224
	245	252
	$40,243	$38,018
CHARGED TO:		
Industry re:		
Administrative and general	$29,474	$27,293
Occupational Health and Safety	5,979	6,095
Self-insurers re:		
Administrative and general	1,426	1,383
Occupational Health and Safety	201	201
Reserve for rehabilitation	3,163	3,046
	$40,243	$38,018

Statement 8

THE WORKERS' COMPENSATION BOARD
STATEMENT OF REHABILITATION CENTRE OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1985
(in thousands of dollars)

	1985	1984
REVENUE		
Treatment charges	$5,220	$4,792
Other	273	175
	5,493	4,967
EXPENDITURE		
Salaries and employee benefits	4,533	4,510
Maintenance and operation of building and equipment	454	422
Medical and therapy supplies	334	242
Depreciation of building and equipment	192	191
Cafeteria	151	165
Telephone and telegraph	81	84
Transportation of patients	56	49
Professional and technical memberships, publications, courses and seminars	40	41
Laundry service and uniforms	36	31
Travelling	19	18
Printing and office supplies	18	19
Medical consulting fees	15	6
Staff recruitment and relocation	14	8
Miscellaneous	41	50
	5,984	5,836
OPERATING SURPLUS (DEFICIT)	$ (491)	$ (869)

THE WORKERS' COMPENSATION BOARD
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Workers' Compensation Board operates under the authority of the Workers' Compensation Act, Chapter W-16, Statutes of Alberta, 1981, as amended.

Note 2 Significant Accounting Policies

General:

These financial statements have been prepared in accordance with generally accepted accounting principles except for the following:

(i) A gain or loss on sale of a fixed term investment is deferred and amortized to the lesser of ten years or the appropriate maturity or call date of the disposed investment.

(ii) A gain or loss on sale of an equity is deferred and amortized to investment income at 15% per annum, applied to the unamortized balance. Unrealized gains and losses are also amortized to investment income at 15% per annum, applied to the unamortized balance.

(iii) Assessment revenue is adjusted by the allowance for doubtful assessments receivable.

Assessments Receivable:

Assessments receivable and assessment revenue are increased by an amount that is the net adjustment estimated to be required when all employers' payroll returns are received and payroll audits completed in respect to 1985.

Depreciation:

Depreciation is recorded as follows:

Central office building	2½% diminishing balance
Regional office buildings and Rehabilitation Centre	2½% straight line
Equipment - Data processing	35% diminishing balance
- Other	15% diminishing balance
Automobiles	25% straight line (first year) 20% straight line (thereafter)

Translation of Foreign Currency:

All assets and liabilities held in foreign currency are translated into Canadian dollars at the exchange rate prevailing at the balance sheet date except investments and term deposits which are translated at historical exchange rates.

Actuarial Liabilities:

Actuarial liabilities are the amounts estimated to be required to meet the future costs of claims in respect of current and prior years' accidents and are reviewed annually by an independent consulting actuary. The reserves and fund balances are maintained equal to the actuarial liabilities.

Accident Fund Balance Transfers:

Where there is a shortfall or excess between a reserve or fund balance and the calculated present value of the liability as at the balance sheet date, the difference is transferred from or to the Accident Fund Balance.

Note 3 Changes in Accounting Policies

Gains and Losses on Equities:

Prior to 1985, a gain or loss on sale of an equity and unrealized gains and losses were deferred and amortized to investment income at 7% per annum.

In 1985, the percentage per annum to be amortized to investment income is increased from 7% to 15%. The effect of this change in accounting policy is to increase investment income in 1985 by $4,964,000. This change in accounting policy has not been applied retroactively.

Provision for Unfinalled Claims:

In 1985, the Board adopted the practice of charging the adjustments relating to prior years' provision in the Reserve for Unfinalled Claims to the Accident Fund Balance rather than to the Statement of Operating Transactions. The effect of this change is to reduce the operating surplus for 1984 from $1,999,000 to a deficit of $20,928,000 but does not change the 1984 Reserve for Unfinalled Claims nor Accident Fund Balance.

Note 4 Deposits in Trust, Term Deposits and Investments

Deposits in trust consist of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta.

Term deposits are recorded at amortized cost and consist of certificates of deposit, guaranteed investment certificates, treasury bills and promissory notes.

Investments are recorded at amortized cost with the exception of real estate and equities which are at cost.

The approximate market value of the investments as at December 31, 1985 amounts to $1,071,848,000 (1984 - $842,497,000).

The reserve for loss on realization of investments as at December 31, 1985 amounts to $15,900,000 (1984 - $16,876,000) and is to provide for possible future losses. Provision for the year consists of an appropriation of $2,616,000 (1984 - $1,297,000) and an offsetting write down of a real estate investment in the amount of $3,592,000 causing a net reduction in the reserve of $976,000.

Note 5 Assessments Receivable

In accordance with the accounting policy described in Note 2, assessments receivable and assessment revenue have been increased by $21,709,000 (1984 - $16,628,000).

The allowance for doubtful assessments receivable as at December 31, 1985 amounts to $3,500,000 (1984 - $3,200,000). Net bad debt write offs totalling $890,000 (1984 - $1,264,000) have been charged to the allowance. Assessments receivable in the balance sheet are disclosed net of the allowance for doubtful assessments receivable.

Note 6 Land, Buildings and Equipment

Land, buildings and equipment are as follows (in thousands of dollars):

	1985			1984
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Land	$ 604	$ —	$ 604	$ 604
Buildings	9,402	3,463	5,939	6,141
Equipment	9,069	2,808	6,261	1,463
	$19,075	$6,271	$12,804	$8,208

On August 19, 1982 the Board entered into an Option Agreement to acquire land from the Canadian National Railway Company, subject to certain conditions, for the price of $10,584,000 for the purpose of constructing an administration and rehabilitation centre facility. A payment of $3,000,000 is included in deferred charges and other assets in the balance sheet. Conditions have been met which allow the Board until July 12, 1986 to pay the balance of the purchase price.

Prior to 1985, the costs incurred for the development of the proposed administration and rehabilitation centre facility were included in deferred charges and other assets. In 1985, decisions were reached not to proceed with the proposed facility and to write off these costs in the amount of $4,673,000 to the Accident Fund Balance.

In 1985, the Board purchased data processing equipment previously on lease and acquired additional data processing equipment. The total payment in 1985 was $5,749,000.

Note 7 Deferred Charges and Other Assets

Deferred charges and other assets are as follows (in thousands of dollars):

	1985	1984
Unamortized gain or loss on sale of fixed term investments, net (Note 2(i))	$14,207	$23,167
Amortized gain or loss on equities, net (Note 2(ii))	4,835	982
Deposit for purchase of land (Note 6)	3,000	3,000
Costs incurred for proposed facility (Note 6)	—	4,621
Unamortized software license costs	220	160
	$22,262	$31,930

Note 8 Investment Income Allocation

The investment income has been allocated as follows (in thousands of dollars):

	1985	1984
Reserve for unfinalled claims	$ 30,176	$ 28,256
Pension fund	77,527	73,021
Reserves for specific claim costs	22,425	851
	$130,128	$102,128

Note 9 **Claim Costs**

Claim costs are as follows (in thousands of dollars):

		Industry			
	Self-Insurers	1985	Prior Years	1985 Total	1984 Total
Compensation	$2,901	$50,375	$ 63,059	$116,335	$ 98,274
Pension awards	3,780	21,241	81,429	106,450	93,850
Medical aid	2,491	18,816	23,903	45,210	41,423
	9,172	90,432	168,391	267,995	233,547
Deduct portion charged to:					
Reserves for specific claim costs	656	6,885	69,818	77,359	64,881
Reserve for unfinalled claims	—	—	98,573	98,573	89,456
	$8,516	$83,547	$ —	$ 92,063	$ 79,210

Medical aid includes reimbursements to Alberta Health Care Insurance Fund for payment of basic health services provided to injured workers in the amount of $9,855,000 (1984 - $9,934,000). It also includes treatment charges in the amount of $5,493,000 (1984 - $4,967,000) incured on behalf of injured workers treated at the Board's Rehabilitation Centre.

Pension awards are net of recoveries credited to employers' accident experience in the amount of $1,353,000 (1984 - $1,180,000). These pension award recoveries are retained in the Pension Fund.

Note 10 **Occupational Health and Safety**

In accordance with Order in Council 120/85 dated February 27, 1985 the Board paid to the Provincial Treasurer an amount of $6,180,000 in 1985 to partially defray the costs of administering the Occupational Health and Safety Act.

Note 11 **Surplus Refunds**

In 1984, the Board refunded to employers within particular classes a portion of accumulated class balance surpluses. The total amount refunded was $21,929,000.

Note 12 **Additional Payments of Compensation**

Reimbursement is received from the General Revenue Fund of the Province of Alberta to cover payments made under Sections 42, 52 and 71 of the Act.

Note 13 **Comparative Figures**

The 1984 figures are restated where necessary to conform to 1985 presentation.

Note 14 **Approval of Financial Statements**

These financial statements were approved by the Board.

ALBERTA LIQUOR CONTROL BOARD
FINANCIAL STATEMENTS
JANUARY 7, 1986

Auditor's Report
Balance Sheet
Statement of Income
Statement of Income Remitted to Provincial Treasurer
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Liquor Control Board

I have examined the balance sheet of the Alberta Liquor Control Board as at January 7, 1986 and the statements of income, income remitted to Provincial Treasurer and changes in financial position for the period then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Board as at January 7, 1986 and the results of its operations and the changes in its financial position for the period then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
April 30, 1986

ALBERTA LIQUOR CONTROL BOARD
BALANCE SHEET
AS AT JANUARY 7, 1986

	January 7, 1986	December 31 1984
ASSETS		
Current:		
Cash	$ 8,225,523	$ 13,929,008
Accounts receivable	1,470,179	1,226,274
Inventories (Note 3)	54,112,102	50,017,251
Prepaid expenses	2,749,153	2,230,948
	66,556,957	67,403,481
Fixed assets (Note 4)	116,603,869	114,602,496
	$183,160,826	$182,005,977
LIABILITIES AND APPROPRIATION		
Current.		
Accounts payable	$ 33,241,005	$ 29,774,556
Unremitted income payable to Provincial Treasurer	24,919,821	27,231,421
	58,160,826	57,005,977
Appropriation for capital (Note 5)	125,000,000	125,000,000
	$183,160,826	$182,005,977

The accompanying notes are part
of these financial statements.

ALBERTA LIQUOR CONTROL BOARD
STATEMENT OF INCOME
FOR THE PERIOD ENDED JANUARY 7, 1986

	53 Weeks Ended January 7, 1986	Year Ended December 31, 1984
Sales:		
Spirits and wine	$540,885,853	$513,664,866
Beer	352,958,056	343,359,062
	893,843,909	857,023,928
Deduct: Cost of goods sold:		
Spirits and wine	262,500,301	248,459,355
Beer	243,442,612	241,234,430
	505,942,913	489,693,785
Gross profit on sales	387,900,996	367,330,143
Deduct:		
Store operating expense	45,020,240	43,944,240
Administration and general expense	17,690,606	17,051,105
Warehouse expense	8,883,589	8,292,270
	71,594,435	69,287,615
Net profit on sales	316,306,561	298,042,528
Add: Other income, net (Note 6)	7,626,230	6,211,384
Deduct: Environmental expense, net (Note 7)	(3,236,100)	(1,863,848)
Local option plebiscite expense (Note 8)	(7,803)	—
Net income for the period	$320,688,888	$302,390,064

ALBERTA LIQUOR CONTROL BOARD
STATEMENT OF INCOME REMITTED TO PROVINCIAL TREASURER
FOR THE PERIOD ENDED JANUARY 7, 1986

	53 Weeks Ended January 7, 1986	Year Ended December 31, 1984
Unremitted income at beginning of period	$ 27,231,421	$ 24,341,357
Add: Net income for the period	320,688,888	302,390,064
	347,920,309	326,731,421
Deduct: Remittances to Provincial Treasurer	323,000,488	299,500,000
Unremitted income at end of period	$ 24,919,821	$ 27,231,421

ALBERTA LIQUOR CONTROL BOARD
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE PERIOD ENDED JANUARY 7, 1986

	53 Weeks Ended January 7, 1986	Year Ended December 31, 1984
Operating activities:		
Net income for the period	$320,688,888	$302,390,064
Depreciation and amortization	6,396,932	5,130,111
Gain on disposal of fixed assets, net	(973,544)	(195,550)
Net change in non-cash working capital balances	(1,390,512)	(6,786,948)
Cash from operations	324,721,764	300,537,677
Remittances to Provincial Treasurer	(323,000,488)	(299,500,000)
Increase in cash remaining for investment	1,721,276	1,037,677
Investing activities:		
Purchase of fixed assets	(8,732,446)	(7,670,426)
Proceeds from disposal of fixed assets	1,307,685	243,303
	(7,424,761)	(7,427,123)
Decrease in cash during the period	(5,703,485)	(6,389,446)
Cash at beginning of period	13,929,008	20,318,454
Cash at end of period	$ 8,225,523	$ 13,929,008

ALBERTA LIQUOR CONTROL BOARD
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 7, 1986

Note 1 Authority

The Alberta Liquor Control Board operates under the authority of the Liquor Control Act, Chapter L-17, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

Inventories

Stocks of spirits, wine and beer are valued at cost which is not in excess of net realizable value.

Fixed Assets

Fixed assets are stated at cost less accumulated depreciation and amortization. Depreciation and amortization are provided as follows:

Buildings — straight-line - rates varying from 2% to 5% per annum.
Furniture and equipment — straight-line - for items of $50,000 in value and greater at rates varying from 10% to 33 1/3% per annum.
— fully depreciated - for items under $50,000 put into use during the year.
Leasehold improvements — straight-line - over the remaining term of the lease.
Vehicles — straight-line - rates varying from 12.5% to 20% per annum to a maximum of 80% to 87.5% of cost.

Fiscal Year End

The Liquor Statutes Amendment Act 1985 established the first Tuesday in each calendar year as the fiscal year end of the Board. Accordingly, the statements of income, income remitted to Provincial Treasurer and changes in financial position for the period ended January 7, 1986 cover a period of fifty-three weeks while the comparative figures are for the year ended December 31, 1984.

Note 3 Inventories

Inventories are summarized as follows:

	January 7, 1986		December 31, 1984	
	Spirits and Wine	Beer	Spirits and Wine	Beer
Stocks in bond	$19,695,220	$1,124,589	$17,741,610	$1,044,726
Stocks in warehouses and stores	23,845,962	4,258,473	24,543,808	3,592,088
	43,541,182	5,383,062	42,285,418	4,636,814
Stocks in transit	4,344,739	389,945	2,371,278	77,268
Stock futures	453,174	—	646,473	—
	$48,339,095	$5,773,007	$45,303,169	$4,714,082
Total	$54,112,102		$50,017,251	

Duty, sales tax and excise tax payable on inventories held in bond amounted to approximately $13,269,000 (1984 $12,346,000).

Note 4 Fixed Assets

Fixed assets are detailed as follows:

	January 7, 1986			December 31, 1984
	Cost	Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
Land	$ 18,894,873	$ —	$ 18,894,873	$ 16,729,239
Buildings	100,693,749	10,972,930	89,720,819	88,810,409
Furniture and equipment	23,467,507	16,545,565	6,921,942	7,956,249
Leasehold improvements	1,661,168	899,983	761,185	791,177
Vehicles	692,277	387,227	305,050	315,422
	$145,409,574	$28,805,705	$116,603,869	$114,602,496

Note 5 Appropriation for Capital

The Liquor Control Act provides that the Board shall maintain a capital account to provide the capital required in acquiring land and buildings and maintaining the inventory and other assets necessary to the operations of the Board. Based on an application made by the Board during the period the Lieutenant Governor in Council approved an increase in the appropriation for capital of $13,000,000 on January 23, 1986.

Note 6 **Other Income**

Other income, net, consists of the following:

	53 Weeks Ended January 7, 1986	Year Ended December 31, 1984
License fees: Revenue	$8,102,178	$7,408,440
Expenditure	2,657,332	2,673,329
	5,444,846	4,735,111
Gain on disposal of fixed assets, net	973,544	195,550
Permit revenue, net of printing costs	167,318	172,294
Sundry revenue	1,040,522	1,108,429
	$7,626,230	$6,211,384

Note 7 **Environmental Expense, Net**

This expense represents the net cost of administering and refunding deposits on spirits, wine and imported beer containers pursuant to the Beverage Container Act, Chapter B-4, Revised Statutes of Alberta 1980.

Note 8 **Local Option Plebiscite Expense**

This expense represents costs incurred in holding plebiscites pursuant to the Liquor Plebiscites Act, Chapter L-18, Revised Statutes of Alberta 1980.

Note 9 **Capital Commitments**

The Board has commitments in respect of land purchase agreements and uncompleted building contracts of approximately $2,022,000. The Board is also committed in the amount of approximately $344,000 for the purchase of furniture and equipment.

Note 10 **Lease Commitments**

A number of the Board's stores operate under lease arrangements with terms ranging from one to fifty years. The Board also leases data processing equipment with terms ranging from one to four years. The approximate aggregate rental under these arrangements is summarized as follows:

January 6, 1987	$ 5,004,000
January 5, 1988	4,453,000
January 3, 1989	3,776,000
January 2, 1990	3,436,000
January 1, 1991	2,438,000
Balance to expiry	18,670,000
	$37,777,000

Note 11 **Comparative Figures**

The comparative figures have been reclassified where necessary to conform to current presentation.

Note 12 **Approval of Financial Statements**

These financial statements were approved by management.

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Income and Retained Earnings
Consolidated Statement of Changes in Financial Position
Notes to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Members of
The Alberta Government Telephones Commission

I have examined the consolidated balance sheet of The Alberta Government Telephones Commission as at December 31, 1985 and the consolidated statements of income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these consolidated financial statements present fairly the financial position of the Commission as at December 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied, except for the change in capitalization policy for costs associated with the installation of equipment on customer premises as explained in Note 2(a) to the financial statements, on a basis consistent with that of the preceding year.

F.C.A.
Auditor General

Edmonton, Alberta
February 26, 1986

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
CONSOLIDATED BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Telephone property, at cost:		
Buildings and equipment	$2,932,434	$3,035,415
Less: Accumulated depreciation	1,107,597	1,126,483
	1,824,837	1,908,932
Land	45,916	46,175
Plant under construction	37,389	57,783
Materials and supplies	85,222	68,619
	1,993,364	2,081,509
Unamortized station connection costs (Note 3)	22,998	—
Intangible asset (Note 4)	—	672
Investments (Note 5)	8,428	6,903
Current:		
Cash and short-term deposits	6,001	2,904
Accounts receivable	156,161	132,986
Prepaid expenses	13,882	12,881
Net investment in leases and mortgages (Note 6)	12,015	8,321
	188,059	157,092
Net investment in leases and mortgages (Note 6)	40,860	29,159
Deferred charges (Note 7)	55,406	48,188
	$2,309,115	$2,323,523
LIABILITIES		
Long-term debt (Note 8)	$2,203,983	$2,202,480
Less: Sinking fund assets (Note 9)	366,802	316,001
	1,837,181	1,886,479
Current:		
Bank overdraft	9,541	2,065
Notes payable	134,466	170,053
Accounts payable	58,710	43,174
Wages payable	51,034	56,896
Accrued interest	61,521	57,622
Service billed in advance	29,450	28,907
Current portion of mortgages payable (Note 8)	396	364
	345,118	359,081
Deferred revenue	17,537	16,900
Retained earnings	109,279	61,063
Commitments and contingent liabilities (Note 15)		
	$2,309,115	$2,323,523

The accompanying notes are part of these consolidated financial statements.

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
CONSOLIDATED STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1985

(thousands of dollars)

	1985	1984
Operating revenues:		
Long distance service	$ 686,806	$ 616,456
Local service	331,799	317,637
Other (Note 10)	42,443	48,049
Uncollectible operating revenues	(12,117)	(11,757)
	1,048,931	970,385
Operating expenses:		
Depreciation	182,918	215,457
Maintenance	196,369	171,097
Traffic	35,786	34,111
Commercial and marketing	78,799	75,124
General and administration	198,990	181,737
Property and business taxes	24,013	22,509
Pension fund (Note 11)	22,076	20,005
	738,951	720,040
Net operating revenues	309,980	250,345
Other income (Note 12)	52,167	61,050
	362,147	311,395
Interest and other deductions (Note 13)	290,933	289,281
Amortization of station connection costs (Note 3)	22,998	—
Net income before extraordinary items	48,216	22,114
Extraordinary items (Note 14)	—	(10,999)
Net income for the year	48,216	11,115
Retained earnings at beginning of year	61,063	49,948
Retained earnings at end of year	$ 109,279	$ 61,063

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1985

(thousands of dollars)

	1985	1984
Funds were provided from:		
Operations:		
Net income for the year	$ 48,216	$ 11,115
Items not requiring current funds:		
Depreciation and amortization	222,584	229,653
Allowance for funds utilized during construction	(4,125)	(6,219)
	266,675	234,549
Long-term debt issues	—	50,000
Increase (decrease) in deferred revenue	637	(1,681)
	267,312	282,868
Funds were applied to:		
Additions to telephone property, net:		
Capital expenditures	180,688	215,922
Less: Items not requiring current funds	43,497	25,241
	137,191	190,681
Increase in materials and supplies	17,965	1,739
	155,156	192,420
Reduction of long-term debt	13,269	151,546
Increase in sinking fund assets	35,233	38,739
Increase in net investment in leases and mortgages	11,701	19,759
Increase in investments	1,525	3,323
Additions to deferred charges	5,498	22,400
	222,382	428,187
Increase (decrease) in net current assets	$ 44,930	$(145,319)

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Alberta Government Telephones Commission operates under the authority of the Alberta Government Telephones Act, Chapter A-23, Revised Statutes of Alberta 1980.

Note 2 Summary of Significant Accounting Policies

(a) Telephone property

Telephone property is recorded at original cost and includes materials, direct labour, certain general overhead costs associated with construction activity and an allowance for funds utilized during construction. Materials and supplies are valued substantially at average cost.

The Commission continually reviews the application of the above capitalization policy in accordance with accounting standardization policies of the Telecom Canada companies.

Resulting from this review costs associated with the installation of equipment on customer premises are being recognized as an expense in the period in which they are incurred. In 1985, these costs amount to $21,848,000 and are included as maintenance expenses. The change in capitalization policy, which was applied prospectively effective January 1, 1985, also resulted in a reduction of depreciation expense for 1985 of $34,478,000.

Adjustments reducing the buildings and equipment and accumulated depreciation by $42,274,000 were processed in 1985. The adjustments resulted from the implementation of ongoing control procedures for the reconciliation of the records of customer premise equipment.

(b) Depreciation

Depreciation is provided on a straight line basis using rates determined by a continuing program of engineering studies, calculated to allocate to operations the cost of groups of property with equal service lives over the estimated useful lives of the groups.

When depreciable telephone property is retired for reasons of exhausted service capacity, obsolescence, loss or destruction, the original cost of such property, adjusted by any disposal proceeds and costs of removal, is charged to accumulated depreciation. Gains or losses on disposal of depreciable telephone property are allocated to operations over the remaining estimated useful lives of appropriate property groups.

When depreciable telephone property subject to resale in the ordinary course of business (such as customer premise equipment) is sold, the original cost of such property less accumulated depreciation is netted against sale proceeds and the difference is reflected in local service revenues.

The composite depreciation rate for the year ended December 31, 1985 was 6.23% compared to 7.62% for the previous year. Total depreciation of $200,711,000 (1984 $236,633,000) includes $15,996,000 (1984 $18,744,000) distributed to other operating expenses and $1,797,000 (1984 $2,432,000) distributed to telephone property.

(c) Translation of foreign currencies

Monetary assets and liabilities in foreign currencies are translated into Canadian dollars at the rate of exchange in effect at the balance sheet date.

Realized exchange gains or losses are reflected in net income for the year.

Unrealized exchange gains or losses are deferred and amortized over the remaining lives of the related assets and liabilities.

(d) Deferred revenue

Deferred revenue relates to the capital cost of equipment rented under operating leases and is recognized as income on a straight line basis over the estimated useful life of the equipment. Deferred revenue to be recognized as income within one year has been reclassified to service billed in advance.

(e) Amortization

Deferred charges, discounts or premiums on long-term monetary assets and liabilities are amortized on a straight line basis over the remaining lives of the related assets and liabilities.

When interest coupons and residuals are held as separate investments in sinking funds, discounts are amortized over the period to maturity so as to produce a constant rate of return on the investments (Note 12).

Intangible assets are amortized on a straight line basis over a specified period.

(f) Investment in leases

Unearned finance income related to sales-type leases is taken into income over the lease term to produce a constant rate of return on the investment in the lease.

(g) Consolidation

These consolidated financial statements include the accounts of wholly owned subsidiaries, Alta Telecom International Ltd., Alta Telecom Inc., Alta-Can Telecom Inc., Alta-Telecom Licensing Corporation and 288922 Alberta Ltd. (together with its wholly owned subsidiary 288951 Alberta Ltd.). Also included is 288951 Alberta Ltd.'s pro rata portion of the assets, liabilities, income and expenses of its unincorporated telecommunications joint venture undertaking. All significant transactions between these companies included in the consolidation have been eliminated, except for purchase of telecommunications equipment and supplies by Alberta Government Telephones from the Joint Venture which are reflected in the consolidated balance sheet at cost to the parent and are included in the consolidated income statement. To the extent that any income related to these revenues has not been offset by depreciation or other operating expenses, it remains in consolidated income and retained earnings. This practice is generally followed in regulated industries.

Note 3 Amortization of Station Connection Costs

In conjunction with the change in capitalization policy for the costs associated with the installation of customer premises equipment (Note 2a), the balance of undepreciated capitalized costs as at December 31, 1984 is being amortized over a two year period beginning January 1, 1985. In 1985, $22,998,000 has been included as amortization of station connection costs in determining net income before extraordinary items. The unamortized balance as at December 31, 1985 of $22,998,000 appears on the balance sheet as unamortized station connection costs.

Note 4 Intangible Asset

The intangible asset represents the excess of the cost of acquiring a directory publishing business in January, 1983 over the value of the identifiable net assets at the date of acquisition. This amount has been amortized on a straight line basis over a period of three years commencing from the date of acquisition.

Note 5 Investments

Investments consist of the following:

	1985	1984
Telesat Canada		
279,900 common shares without par value, at cost	$2,799,000	$2,799,000
Cybernex Ltd. (held by Alta-Can Telecom Inc.)		
2,000 preferred shares without par value and 150,000 common shares without par value, at cost	2,000,015	2,000,015
Telematic Products, Inc. (held by Alta-Can Telecom Inc.)		
285,714 preferred shares, par value $.10 U.S. at cost	1,300,399	1,300,399
Idacom Electronics Ltd. (held by Alta-Can Telecom Inc.)		
30,395 common shares without par value, at cost	550,000	550,000
NovAtel Communications Ltd. (held by 288951 Alberta Ltd.)		
44.5 common shares without par value at equity and 500 non-voting preferred shares, par value $100, at cost	231,236	231,236
Woods-Alta Group (held by Alta Telecom Inc.)		
Unincorporated Joint Venture, at equity	870,637	—
Other investments, at cost	676,335	22,085
	$8,427,622	$6,902,735

Note 6 Net Investment in Leases and Mortgages

The net investment in leases and mortgages results from the sale of assets to customers under a lease purchase plan and from the sale of rental homes to employees. Principal due within one year has been reclassified under current assets.

Net investment in leases and mortgages consists of the following:

	1985	1984
	(thousands of dollars)	
Total minimum lease and mortgage payments receivable	$ 68,925	$ 49,277
Unearned finance income	(16,050)	(11,797)
	52,875	37,480
Less: Current portion	12,015	8,321
	$ 40,860	$ 29,159

Note 7 **Deferred Charges**

Unamortized deferred charges consist of the following:

	1985	1984
	(thousands of dollars)	
Unrealized exchange loss, net	$37,045	$30,105
Debenture discounts	9,095	11,200
Other	9,266	6,883
	$55,406	$48,188
Amortization charged to net income for the year	$ 9,657	$ 9,356

Note 8 **Long-Term Debt**

Long-term debt is summarized as follows:

	1985	1984
	(thousands of dollars)	
Debentures payable in United States funds, maturing 1986 to 1996, bearing interest at 4.75% to 9.50%	$ 204,910	$ 207,781
Exchange premium, net, at dates of issue	13,421	13,433
Unrealized exchange loss	68,195	53,410
	286,526	274,624
Debentures payable in Canadian funds, maturing 1986 to 2003, bearing interest at 6.00% to 17.75%	1,905,396	1,915,396
Mortgages payable in Canadian funds, repayable in monthly instalments, maturing 1995 and 1999, bearing interest at 8.25% and 11.50%	12,457	12,824
Less: Principal included in current liabilities	396	364
	12,061	12,460
	$2,203,983	$2,202,480

(a) Debentures are unconditionally guaranteed as to principal and interest by the Government of the Province of Alberta.

(b) In accordance with debenture deeds, certain issues require annual sinking fund contributions of 1.00% to 2.00% of the principal amounts outstanding. Contributions are required during periods varying from 15 to 25 years before maturity.

(c) Certain debentures have early redemption provisions at the Commission's option during periods prior to maturity varying from 2 to 4 years for Canadian dollar issues and 10 to 13 years for United States dollar issues.

(d) Amounts of debentures repayable within one year are classified as long-term debt inasmuch as it is anticipated that payments will be made from the proceeds of refinancing rather than from current assets.

(e) Anticipated requirements to meet long-term debt repayments and sinking fund provisions during the next five years (excluding exchange on debt repayments to be made in United States funds), are as follows:

Year	Debenture Redemptions	Mortgages	Sinking Fund Provisions	Total
		(thousands of dollars)		
1986	$126,241	$ 396	$ 24,003	$150,640
1987	376,302	431	24,003	400,736
1988	1,367	469	24,003	25,839
1989	100,000	510	23,498	124,008
1990	—	555	22,895	23,450
	$603,910	$2,361	$118,402	$724,673

Note 9 Sinking Fund Assets

Sinking fund assets relate to the Commission's debenture debt and consist of the following:

	1985	1984
	(thousands of dollars)	
Investments:		
Debentures, at amortized cost:		
Government of Canada, direct and guaranteed	$247,646	$193,109
Provincial, direct and guaranteed	26,545	36,080
Investment in the Commission's own debentures, at amortized cost	65,932	63,591
Unrealized exchange gain	11,625	8,730
(Approximate market value: 1985 $429,039; 1984 $299,498)	351,748	301,510
Cash	20	99
Short-term deposits	11,939	8,323
Accrued interest	3,095	6,069
	$366,802	$316,001

Note 10 Other Operating Revenues

Other operating revenues consist of the following:

	1985	1984
	(thousands of dollars)	
Directories	$28,653	$25,948
Rentals	12,185	12,792
Miscellaneous	1,605	9,309
	$42,443	$48,049

Note 11 Pension Fund

The Commission makes regular contributions to The Alberta Government Telephones Employees' Pension and Death Benefit Fund which provides service pensions calculated as a function of earnings and years of service. An actuarial review as at December 31, 1984 indicated that the assets of the Fund together with the contributions expected to be received from the members of the Fund were sufficient to provide the benefits under the Fund as they fall due.

Note 12 Other Income

Other income consists of the following:

	1985	1984
	(thousands of dollars)	
Sinking fund income	$32,445	$40,745
Allowance for funds utilized during construction	4,125	6,219
Dividends from investment in Telesat Canada Shares	140	140
Operating lease income	3,404	4,066
Finance income	5,412	3,488
Miscellaneous	6,641	6,392
	$52,167	$61,050

Sinking fund income for 1985 includes a reduction of $7,523,000 to adjust the income recognized in 1984, when the first significant investment was made in interest coupons and residuals as separate investments (Note 2e).

Note 13 Interest and Other Deductions

Interest and other deductions consist of the following:

	1985	1984
	(thousands of dollars)	
Interest and exchange on long-term debt	$266,061	$269,555
Interest on short-term debt	13,369	8,444
Amortization of unrealized exchange loss, net	5,824	4,379
Amortization of debenture discount	2,105	3,900
Other deductions	3,574	3,003
	$290,933	$289,281

Note 14 Extraordinary Items

Extraordinary items in 1984 consist of the following:

Finalization of sale quantities and prices for an exchange of assets with 'edmonton telephones' resulted in a gain of $1,264,000.

The Commission's share of a project cancellation and an inventory write-down in its joint venture undertaking amounted to $12,263,000.

Note 15 Commitments and Contingent Liabilities

The Commission is committed to aggregate rental payments of $20,090,000 under leases having an initial term of more than one year. Minimum annual rental payments during the next five years are as follows:

Year	Rental Payments (thousands of dollars)
1986	$7,112
1987	5,189
1988	2,540
1989	1,369
1990	702

The Commission and its subsidiaries are contingently liable for $2,148,000 in the form of letters of credit and guarantees.

On April 24, 1985 representatives of the City of Edmonton and the Government of Alberta signed a Memorandum of Understanding which established an Arbitration Committee to hold hearings to "develop or select a practical toll sharing formula for the sharing of toll revenues generated in the City of Edmonton". The probable outcome of these hearings is not determinable at this time.

Note 16 Related Party Transactions

During 1985, the Commission purchased equipment, materials and related supplies from its joint venture undertaking in the amount of $10,875,000 (1984 $23,096,000), which represented approximately 22% (1984 97%) of the sales of the joint venture. There were no material transactions with other related companies.

Note 17 Comparative Figures

The 1984 figures have been reclassified where necessary to conform to 1985 presentation.

Note 18 Approval of Financial Statements

These financial statements were reviewed by the Audit Committee of The Alberta Government Telephones Commission and recommended for approval by the Commission.

TREASURY BRANCHES DEPOSITS FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Statement of Assets and Liabilities
Statement of Income
Statement of Appropriations for Contingencies
Statement of Unappropriated Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the statement of assets and liabilities of the Treasury Branches Deposits Fund as at March 31, 1986 and the statements of income, appropriations for contingencies, unappropriated surplus, and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
July 30, 1986

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 1986
(thousands of dollars)

	1986	1985
ASSETS		
Cash resources		
Cash	$ 19,084	$ 14,804
Deposits with banks	134,866	346,484
Cheques and other items in transit, net	17,729	—
	171,679	361,288
Securities (Note 3)		
Issued or guaranteed by Canada	212,976	158,795
Issued or guaranteed by provinces, municipalities and school districts	21,062	27,137
Other securities	71,298	165,293
	305,336	351,225
Loans		
Mortgage loans	991,614	811,126
Other loans	2,930,806	2,582,700
	3,922,420	3,393,826
Other		
Land, buildings and equipment (Note 4)	47,444	48,624
Other assets	73,997	76,717
	121,441	125,341
	$4,520,876	$4,231,680
LIABILITIES		
Deposits (Note 5)		
Payable on demand	$ 628,847	$ 622,053
Payable after notice	840,823	810,029
Payable on a fixed date	3,057,869	2,721,853
	4,527,539	4,153,935
Other		
Cheques and other items in transit, net	—	16,604
Other liabilities	79,024	47,501
	79,024	64,105
Reserves		
Appropriations for contingencies	43,829	13,613
Unappropriated surplus (deficit)	(129,516)	27
	(85,687)	13,640
	$4,520,876	$4,231,680

The accompanying notes are part of these financial statements.

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF INCOME
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Interest income		
Income from loans	$414,587	$389,761
Income from securities	56,513	70,474
Total interest income	471,100	460,235
Interest expense		
Interest on deposits	354,291	346,605
Net interest income	116,809	113,630
Provision for loan losses	55,407	26,682
Net interest income after loan loss provision	61,402	86,948
Other income	16,390	16,528
Net interest and other income	77,792	103,476
Non-interest expenses		
Salaries	67,984	61,561
Pension contributions and other staff benefits	7,605	6,191
Premises and equipment expenses, including depreciation	22,448	20,055
Other expenses	25,110	20,906
Total non-interest expenses	123,147	108,713
Net income (deficit) for the year	$(45,355)	$ (5,237)

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF APPROPRIATIONS FOR CONTINGENCIES
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Balance at beginning of year	$ 13,613	$ 8,863
Net loss experience on loans	(109,379)	(32,448)
Provision for loan losses included in the Statement of Income	55,407	26,682
Transfer from unappropriated surplus	84,188	10,516
Balance at end of year	$ 43,829	$ 13,613

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF UNAPPROPRIATED SURPLUS
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Balance at beginning of year	$ 27	$ 15,780
Net income (deficit) for the year	(45,355)	(5,237)
Transfer to appropriations for contingencies	(84,188)	(10,516)
Balance (deficit) at end of year	$(129,516)	$ 27

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1986
(thousands of dollars)

	1986	1985
Cash provided by:		
Operations:		
Net income (deficit) for the year	$ (45,355)	$ (5,237)
Non-cash items:		
Depreciation and amortization	5,379	5,863
Provision for loan losses	55,407	26,682
	15,431	27,308
Increase in deposits	373,604	787,961
Decrease in securities	45,889	(109,164)
Increase in other liabilities	31,523	19,216
Decrease in other assets	2,720	(19,790)
	469,167	705,531
Cash applied to:		
Increase in loans	528,594	552,984
Increase in land, buildings and equipment	4,199	6,440
Decrease in cheques and other items in transit	34,333	(13,349)
Loss experience	109,379	32,448
	676,505	578,523
Increase (decrease) in cash and deposits with banks	$(207,338)	$ 127,008

TREASURY BRANCHES DEPOSITS FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Treasury Branches Deposits Fund operates under the authority of the Treasury Branches Act, Chapter T-7, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

(a) General

These financial statements have been prepared in accordance with accounting principles followed by most Canadian financial institutions. The accounting principles followed conform in all material respects with generally accepted accounting principles except for the accounting for losses on loans (Note 2(c)), and the accounting for fees and commissions (Note 2(g)).

(b) Securities

Securities are carried at cost or amortized cost (Note 3). Gains and losses on disposal of securities are included in income in the year in which they occur.

(c) Loans

Loans are stated net of any unearned income and of any provisions established to recognize anticipated losses. A specific provision is established when, in the opinion of management, there is significant doubt as to collectability, either in whole or in part, of principal.

The net loss experience on loans for the year comprises the amount of loans written off, recoveries on loans previously written off and changes in specific provisions. This amount is charged to the Statement of Appropriations for Contingencies.

The provision for loan losses included in the Statement of Income is credited to the Statement of Appropriations for Contingencies. The amount is determined by computing the weighted average ratio of net loan loss experience to eligible loans outstanding for the current and four preceding years and applying this ratio to the outstanding eligible loans at the end of the current financial year.

Interest is recorded on the accrual basis for all satisfactory loans. If a loan is classified as non-accrual any uncollected interest is reversed and charged against current income.

The Fund will classify a loan as non-accrual where in the opinion of management there is doubt as to the ultimate collectability of some portion of principal or interest. Loans will automatically be classified as non-accrual where the borrower has not paid interest on the loan throughout a period of 180 days except in those instances where management determines that there is no reasonable doubt regarding the collectability of principal or interest.

(d) Land, Buildings, and Equipment

Land is carried at cost. Buildings, equipment and leasehold improvements are carried at cost less accumulated depreciation or amortization. Depreciation and amortization are calculated using the straight line method over the estimated useful lives of the related assets. Gains and losses on the disposal of fixed assets are recorded in the Statement of Income in the year of disposal.

Furniture is expensed in the year of purchase and is included in premises and equipment expenses in the Statement of Income.

(e) Appropriations for Contingencies

In addition to provisions against specific loans, the Fund maintains an appropriations for contingencies account to provide for unforeseen future losses in respect of loans.

(f) Translation of Foreign Currencies

Foreign currency assets and liabilities are translated into Canadian dollars at prevailing year end rates.

Foreign currency income and expenses are translated into Canadian dollars at the average rate throughout the year.

Realized and unrealized gains and losses on foreign currency transactions are included in other income in the Statement of Income. Foreign exchange positions are hedged as much as practicable by forward exchange contracts.

(g) Fees and Commissions

Fees and commissions are recorded as income when received and are not matched to the term of the related loans.

Note 3 **Securities**
($ in thousands)

Securities are summarized as follows:

	Securities issued or guaranteed by			
	Canada	Provinces, Municipalities, and School Districts	Other	Total
Year of maturity:				
Within one year	$212,976	$ 21,062	$ 71,165	$305,203
No specific maturity	—	—	133	133
	$212,976	$ 21,062	$ 71,298	$305,336
March 31, 1985	$158,795	$ 27,137	$165,293	$351,225

The approximate market value of securities at March 31, 1986 was $305,298 (1985 $351,123)

Note 4 **Land, Buildings and Equipment**
($ in thousands)

Land, buildings and equipment are summarized as follows:

	1986			1985
	Cost	Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
Land	$ 6,953	$ —	$ 6,953	$ 6,952
Branch premises	32,773	9,324	23,449	24,960
Equipment	20,189	11,382	8,807	8,040
Staff housing	7,156	2,658	4,498	4,761
Leasehold improvements	10,091	6,354	3,737	3,911
	$77,162	$29,718	$47,444	$48,624
March 31, 1985	$72,963	$24,339		

Note 5 **Deposits**
($ in thousands)

Deposits are summarized as follows:

	1986	1985
Deposits by Canada	$ 36,373	$ 64,613
Deposits by Province of Alberta	91,654	68,312
Other deposits	4,399,512	4,021,010
	$4,527,539	$4,153,935

The repayment of all deposits, including accrued interest is guaranteed by the Province of Alberta.

Note 6 **Lease Commitments**
($ in thousands)

The Fund has obligations under long-term non-cancellable leases for premises and equipment. The future minimum lease payments for each of the next five years and thereafter are as follows:

Year ending March 31, 1987	$ 6,159
1988	5,924
1989	5,446
1990	4,683
1991	3,423
1992 and thereafter	6,492
	$32,127

Note 7 Contingent Liabilities
($ in thousands)

In the normal course of business the Fund has contingent liabilities for letters of credit, loan guarantees and forward exchange contracts, which are not included in the Statement of Assets and Liabilities. In the event of a call on any of these commitments, the Fund has recourse against the customer.

At March 31, 1986 the potential liability of the Fund under guarantees and letters of credit amounted to $389,838 (1985 $379,319).

Note 8 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to 1986 presentation.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

SECTION 8

1985-86
PUBLIC ACCOUNTS

TRUST FUNDS - FINANCIAL STATEMENTS

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TRUST FUNDS - FINANCIAL STATEMENTS

Introduction:

Trust funds are regulated funds comprised of public money over which the Legislature has no power of appropriation. Because the Government has no equity in the funds and administers them for the purposes of the various trusts, they are reported in a separate section and are not included in the consolidated financial statements.

Where there is a statutory requirement for financial reports, individual fund statements are presented.

WHEAT BOARD MONEY TRUST ACCOUNT
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Agriculture

I have examined the balance sheet of the Wheat Board Money Trust Account as at March 31, 1986 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Trust Account as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
June 27, 1986

WHEAT BOARD MONEY TRUST ACCOUNT
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Cash	$ 72,915	$ 74,324
Accrued interest	1,420	1,424
Investments (Note 2)	52,984	52,981
	$127,319	$128,729
UNEXPENDED FUNDS		
Unexpended funds	$127,319	$128,729

The accompanying notes are part
of these financial statements.

WHEAT BOARD MONEY TRUST ACCOUNT
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Interest and amortization of discounts	$ 10,590	$ 11,830
EXPENDITURE		
Scholarships and bursaries	12,000	12,400
Excess of expenditure over revenue	1,410	570
Unexpended funds at beginning of year	128,729	129,299
Unexpended funds at end of year	$127,319	$128,729

WHEAT BOARD MONEY TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Wheat Board Money Trust Account operates under the authority of the Wheat Board Money Trust Act, Chapter W-7, Revised Statutes of Alberta 1980.

Note 2 Investments

Investments consist of the following:

	1986		1985	
	Amortized Cost	Market Value	Amortized Cost	Market Value
Debentures:				
Province of Alberta, guaranteed	$52,984	$45,370	$52,981	$39,146

Note 3 Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 4 Approval of Financial Statements

These financial statements have been approved by management.

PUBLIC TRUSTEE
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Common Fund and Special Reserve Fund
Statement of Operations
Notes to the Financial Statements

AUDITOR'S REPORT

To the Attorney General

I have examined the balance sheet of the Public Trustee as at December 31, 1985 and the common fund and special reserve fund statement of operations for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Public Trustee as at December 31, 1985 and the results of operations of the common fund and special reserve fund for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
May 1, 1986

PUBLIC TRUSTEE
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Estates' and beneficiaries' assets:		
Common Fund:		
Cash	$ 55,699	$ 53,036
Term deposits	107,288,774	68,300,000
Accrued interest	3,790,221	5,172,114
Due from Special Reserve Fund	223,598	—
Investments, at amortized cost (Note 3)	39,462,696	53,213,913
	150,820,988	126,739,063
Other:		
Cash	892,981	204,484
Securities	22,733,899	30,097,236
Other assets (Note 2)	1	1
	23,626,881	30,301,721
Special Reserve Fund:		
Cash	77,039	68,227
Term deposits	6,500,000	4,540,000
Accrued interest	180,326	270,308
Due from Common Fund	—	430,012
Investments, at amortized cost (Note 4)	6,431,465	6,421,319
	13,188,830	11,729,866
	$187,636,699	$168,770,650
LIABILITIES		
Estates' and beneficiaries' liabilities:		
Common Fund:		
Estates' and beneficiaries' capital	$148,481,888	$124,393,808
Due to Special Reserve Fund	—	430,012
Undistributed earnings	2,339,100	1,915,243
	150,820,988	126,739,063
Other:		
Bank overdraft	24,586	173,844
Provincial Treasurer's advance	24,512	24,547
Other liabilities (Note 2)	1	1
Estates' and beneficiaries' capital	23,577,782	30,103,329
	23,626,881	30,301,721
Special Reserve Fund:		
Due to Common Fund	223,598	—
Retained earnings	12,965,232	11,729,866
	13,188,830	11,729,866
	$187,636,699	$168,770,650

The accompanying notes are part
of these financial statements.

PUBLIC TRUSTEE
COMMON FUND AND SPECIAL RESERVE FUND
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Common Fund		
Undistributed earnings at beginning of year	$ 1,915,243	$ 2,212,738
Add: Earnings on investments and deposits	14,003,396	12,045,068
	15,918,639	14,257,806
Less: Earnings distributed:		
Estates' and beneficiaries' accounts	13,476,380	10,901,276
Excess earnings to Special Reserve Fund, net	103,159	1,441,287
	13,579,539	12,342,563
Undistributed earnings at end of year	$ 2,339,100	$ 1,915,243
Special Reserve Fund		
Retained earnings at beginning of year	$11,729,866	$ 9,356,773
Add: Earnings on investments and deposits	1,192,207	991,806
Excess earnings from Common Fund, net	103,159	1,441,287
	13,025,232	11,789,866
Less: Payments to Provincial Treasurer towards cost of administration	60,000	60,000
Retained earnings at end of year	$12,965,232	$11,729,866

PUBLIC TRUSTEE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Public Trustee operates under the authority of the Public Trustee Act, Chapter P-36, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

General:

These financial statements have been prepared in accordance with generally accepted accounting principles except for the following treatment of estates' and beneficiaries' assets and liabilities not included in the common fund:

> Other assets, which include bank accounts and accounts receivable, mortgages, agreements, and notes receivable and real estate are carried at a nominal value of $1 as valuation of these assets is not readily determinable.
>
> Income from securities is recognized when received.
>
> Other liabilities including accounts, mortgages, agreements and notes payable are carried at a nominal value of $1 as valuation of these liabilities is not readily determinable. The Public Trustee has an undetermined liability with respect to maintenance charges at the various Provincial mental health facilities.

Segregation between short-term and long-term assets and liabilities is not considered necessary.

Administration costs:

Expenditures for the operation of the Public Trustee are paid from the General Revenue Fund of the Province and, except for $60,000 paid to the Provincial Treasurer towards the cost of safekeeping of securities of the common fund and the special reserve fund, are not reflected in these financial statements.

Changes in financial position:

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Investments, Common Fund

Investments, at amortized cost, consist of:

	1985	1984
Government of Canada, direct and guaranteed	$ 7,337,800	$10,834,780
Provincial issues, direct and guaranteed	31,188,779	41,302,819
Municipal and school districts	936,117	1,076,314
	$39,462,696	$53,213,913
Par value	$39,317,000	$53,067,000
Approximate market value	$39,684,620	$49,721,228

Note 4 Investments, Special Reserve Fund

Investments, at amortized cost, consist of:

	1985	1984
Government of Canada, direct and guaranteed	$5,447,148	$5,439,543
Provincial issues, direct and guaranteed	984,317	981,776
	$6,431,465	$6,421,319
Par value	$6,444,000	$6,444,000
Approximate market value	$6,449,321	$5,927,504

Note 5 Contingent Liabilities

The Public Trustee is involved in a number of legal proceedings. Claims against the Public Trustee in these proceedings, which have not been reflected in the accounts, amount to $92,052 plus an undeterminable amount of interest. While the ultimate outcome of these proceedings cannot be predicted at this time, it is the opinion of management that the disposition of these cases will not have a materially adverse affect on the financial position of the Public Trustee.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

TEACHERS' RETIREMENT FUND
CONSOLIDATED FINANCIAL STATEMENTS
AUGUST 31, 1985

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Teachers' Contributions,
  Including Interest
Consolidated Statement of Reserves
Notes to the Consolidated Financial Statements
Schedule of Investments
Schedule of Fund Earnings
Schedule of Administration Expenses

AUDITOR'S REPORT

To the Board of Administrators of
the Teachers' Retirement Fund

I have examined the consolidated balance sheet of the Teachers' Retirement Fund as at August 31, 1985 and the consolidated statements of teachers' contributions, including interest and reserves for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these consolidated financial statements present fairly the financial position of the Fund as at August 31, 1985 and the results of its operations and changes in reserves and contributions for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

F.C.A.
Auditor General

Edmonton, Alberta
January 6, 1986

TEACHERS' RETIREMENT FUND
CONSOLIDATED BALANCE SHEET
AS AT AUGUST 31, 1985

	1985	1984
ASSETS		
Current:		
Cash	$ 88,333	$ 278,422
Short-term deposits	29,961,386	21,509,404
Accounts receivable (Note 3)	2,913,305	1,832,167
Accrued interest	5,622,269	5,828,580
Prepaid expenses	25,181	15,111
	38,610,474	29,463,684
Other:		
Investments, Schedule 1	330,510,937	312,128,029
Deferred charges:		
Computer systems development	300,511	129,939
Equity index fund simulation study	25,000	—
	325,511	129,939
Less: Accumulated amortization	2,083	—
	323,428	129,939
Fixed:		
Office furniture and equipment	311,857	282,749
Less: Accumulated depreciation	68,488	56,988
	243,369	225,761
	$369,688,208	$341,947,413
LIABILITIES AND RETIREMENT FUND		
Current:		
Accounts payable (Note 4)	$ 2,842,490	$ 1,339,177
Retirement fund:		
Teachers' contributions, including interest	351,503,211	315,141,911
Reserves	15,342,507	25,466,325
	366,845,718	340,608,236
	$369,688,208	$341,947,413

The accompanying notes are part
of these consolidated financial
statements.

TEACHERS' RETIREMENT FUND
CONSOLIDATED STATEMENT OF TEACHERS' CONTRIBUTIONS, INCLUDING INTEREST
FOR THE YEAR ENDED AUGUST 31, 1985

	Public School Teachers	Private School Teachers	1985 Total	1984 Total
Balance at beginning of year	$314,356,613	$785,298	$315,141,911	$279,498,858
Add:				
Contributions by teachers	39,507,876	153,758	39,661,634	39,655,531
Interest allocated to teachers' accounts	10,283,287	24,959	10,308,246	9,291,931
Contributions in respect to teachers transferred from other teachers' pension plans, net	35,244	—	35,244	(13,628)
Teachers' accounts reinstated	13,244	—	13,244	10,876
	49,839,651	178,717	50,018,368	48,944,710
	364,196,264	964,015	365,160,279	328,443,568
Deduct:				
Contributions of teachers pensioned during the year	9,703,019	29,556	9,732,575	9,735,818
Refunds to teachers and teachers' estates	3,725,775	4,316	3,730,091	3,403,193
Contributions in respect to teachers transferred to pension plans guaranteed by the Province of Alberta, net	177,847	—	177,847	194,787
Contributions in respect to teachers transferred to the Superannuation Account of the Government of Canada, net	16,555	—	16,555	(38,640)
Payments in lieu of short service annuities	—	—	—	6,499
	13,623,196	33,872	13,657,068	13,301,657
Balance at end of year	$350,573,068	$930,143	$351,503,211	$315,141,911

TEACHERS' RETIREMENT FUND
CONSOLIDATED STATEMENT OF RESERVES
FOR THE YEAR ENDED AUGUST 31, 1985

	Province of Alberta Pension Reserve	Teachers' Pension Reserve	Private School Teachers' Pension Reserve	Short Service Annuities Reserve	1985 Total	1984 Total
Balance at beginning of year	$ —	$23,358,878	$2,086,148	$21,299	$ 25,466,325	$ 31,043,092
Add:						
Contributions by the Province of Alberta	41,247,002	—	—	—	41,247,002	37,998,555
Fund earnings, Schedule 2	—	24,818,116	225,400	965	25,044,481	25,559,032
Contributions of teachers pensioned during the year	—	9,703,019	29,556	—	9,732,575	9,735,817
Transfers from other teachers' pension plans, net	1,166,163	1,130,917	—	—	2,297,080	639,376
Contributions by teachers	73,683	1,046,181	23,392	—	1,143,256	809,203
Contributions by employers	86,593	—	208,561	—	295,154	285,905
Contributions in respect to teachers transferred from the Superannuation Account of the Government of Canada, net	(5,691)	10,864	—	—	5,173	38,640
Other, net	(710)	937	—	—	227	608
	42,567,040	36,710,034	486,909	965	79,764,948	75,067,136
	42,567,040	60,068,912	2,573,057	22,264	105,231,273	106,110,228
Deduct:						
Pension payments	41,588,692	36,269,481	22,412	—	77,880,585	69,662,825
Interest allocated to teachers' accounts	—	10,283,287	24,959	—	10,308,246	9,291,931
Administration expenses, Schedule 3	730,009	723,438	6,570	—	1,460,017	1,405,450
Contributions in respect to teachers transferred to pension plans guaranteed by the Province of Alberta, net	248,339	(34,745)	—	—	213,594	249,754
Teachers' accounts reinstated	—	13,244	—	—	13,244	10,876
Death benefit payments	—	8,500	—	—	8,500	11,600
Short service annuity payments	—	—	—	4,580	4,580	4,968
Payments in lieu of short service annuities	—	—	—	—	—	6,499
	42,567,040	47,263,205	53,941	4,580	89,888,766	80,643,903
Balance at end of year	$ —	$12,805,707	$2,519,116	$17,684	$ 15,342,507	$ 25,466,325

TEACHERS' RETIREMENT FUND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
AUGUST 31, 1985

Note 1 Authority

The Teachers' Retirement Fund operates under the authority of the Teachers' Retirement Fund Act, Chapter T-2, Revised Statutes of Alberta, 1980.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

Principles of Consolidation:

The consolidated financial statements include the accounts of Teachers' Retirement Fund and its wholly-owned subsidiary Tenerf Resources Ltd. Significant accounts between the pension fund and the subsidiary have been eliminated.

Investments:

Purchases and sales of investments are recorded on dates traded.

Investments are stated at cost or amortized cost where applicable. Amortization of premium or discount is calculated on a straight-line basis from acquisition date to maturity date.

Provision is made for any permanent decline in value of investments.

Gains or losses on sales of investments, including any unamortized premium or discount, are recognized in the year of disposal, in so far as these have not been provided for.

Investments held in foreign currencies are translated at year end exchange rates. Gains or losses on translations as well as transactions during the year are included with the applicable investment income category.

Fixed Assets:

Fixed assets are recorded at cost. Depreciation and amortization are calculated using the straight-line method so as to expense the cost of the assets over their estimated useful lives.

Deferred Charges:

The deferred charges which relate to the costs of development of a new contributions system will be amortized over a five year period commencing with the month that the system is fully operational. The deferred charges which relate to the costs of the equity index fund simulation study are being amortized over a five year period commencing with the month that the Equity Index Fund was first established.

Changes in Financial Position:

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Accounts Receivable

Accounts receivable consist of the following:

	1985	1984
Contributions	$1,762,116	$1,753,632
Investment sales and income	1,148,238	53,360
Other	2,951	25,175
	$2,913,305	$1,832,167

Note 4 Accounts Payable

Accounts payable consist of the following:

	1985	1984
Province of Alberta	$ 969,129	$ 38,529
Income tax withholdings	721,460	667,376
Investment purchases	626,020	168,503
Contribution refunds	311,714	236,756
Pensions	123,979	110,861
Other investment transactions	2,171	921
Miscellaneous	88,017	116,231
	$2,842,490	$1,339,177

Note 5 Management of Investments

Part of the investment portfolio of the Fund is managed by a firm of investment managers. The assets controlled by the firm at August 31 are included on the balance sheet as follows:

	1985	1984
Investments	$43,136,299	$37,984,544
Accounts receivable	442,369	21,800
Cash	131,615	2,478
Short-term deposits	105,193	1,278,756
Accrued interest	6,695	6,841
	$43,822,171	$39,294,419

Note 6 Marketable Securities

The year end market values of marketable securities are as follows:

	1985	1984
Bonds and debentures	$117,670,391	$105,100,879
Common shares	53,232,872	34,214,186
Preferred shares	3,564,503	707,575
Warrants	433,687	1,827,514
Total market value of marketable securities	$174,901,453	$141,850,154
Total book value of marketable securities	$164,040,799	$142,129,169

Note 7 Actuarial Valuation

The Act requires that an actuarial valuation be carried out at least once every 5 years. An actuarial valuation as at August 31, 1983 indicated that Fund assets would be insufficient by an amount of $1,332,500,000 to meet the combined liabilities with respect to earned benefits for teachers on record at that date and those already on pension. The above amount represents an increase of $590,865,000 over the previously reported deficiency of $741,635,000 as at August 31, 1978.

The 1983 valuation was done using different methods and assumptions than those followed for the previous valuation. The most significant change is that an amount is now included in the 1983 valuation to reflect future discretionary cost of living increases.

When preparing the 1983 valuation, the consulting actuary estimated that the deficiency would amount to approximately $1,530,000,000 at August 31, 1985.

The Act provides that the payment of all benefits is guaranteed by the Province of Alberta.

Note 8 Commitments

As at August 31, 1985 the Teachers' Retirement Fund had outstanding commitments for the acquisition of mortgages, shares, and bonds amounting to $23,411,000 (1984 $17,149,000). In addition, the Fund sold two mortgages to third parties in October, 1983 which it has committed to repurchase at the end of five years. The principal balance at date of sale was $2,715,000 and the commitment to repurchase is based on their book value at October 1, 1988.

Note 9 Comparative Figures

The 1984 figures have been reclassified where necessary to conform to the 1985 presentation.

Note 10 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

TEACHERS' RETIREMENT FUND
SCHEDULE OF INVESTMENTS
AUGUST 31, 1985

	1985	1984
Marketable securities:		
Bonds and debentures:		
Government of Canada, direct and guaranteed	$ 50,612,560	$ 36,020,181
Provincial issues, direct and guaranteed	34,255,313	41,152,388
Corporations	28,419,944	27,415,001
Municipal	—	42,000
	113,287,817	104,629,570
Common shares	47,153,280	34,842,644
Warrants	229,211	1,374,830
Preferred shares	3,370,491	1,282,125
	164,040,799	142,129,169
Other securities:		
Mortgages	57,982,810	57,606,228
Real estate:		
Participating debentures	36,777,185	34,290,789
Common shares	27,236,937	26,783,850
Acquired through foreclosure	3,678,384	2,200,964
Oil and gas:		
Limited partnerships and joint ventures	5,743,889	7,399,165
Participating debentures	2,028,333	2,000,000
Common shares	3,231,800	2,272,000
Other interests	3,559,284	—
Other:		
Limited partnerships	7,033,334	7,033,334
Common shares	34,421,531	33,957,321
	181,693,487	173,543,651
	345,734,286	315,672,820
Deduct:		
Allowance for permanent decline in value of securities	15,223,349	3,544,791
	$330,510,937	$312,128,029

Schedule 2

TEACHERS' RETIREMENT FUND
SCHEDULE OF FUND EARNINGS
FOR THE YEAR ENDED AUGUST 31, 1985

	1985	1984
Income:		
Bonds and debentures	$16,667,326	$16,724,291
Mortgages	7,075,313	7,379,311
Shares	5,443,192	5,067,078
Short-term deposits	2,220,983	2,263,395
Limited partnerships and joint ventures	1,065,288	570,432
Real estate acquired through foreclosure	84,826	—
	32,556,928	32,004,507
Add (Deduct):		
Net gain (loss) on disposal:		
Bonds and debentures	7,480,080	(3,144,125)
Shares	2,788,595	1,275,485
Mortgages	(639,387)	(1,598,218)
	9,629,288	(3,466,858)
Amortization of premium:		
Bonds and debentures	(1,828,113)	(539,372)
Mortgages	(110,804)	(37,942)
Other	(10,065)	—
	(1,948,982)	(577,314)
Provision for permanent decline in value:		
Common shares	(9,126,864)	(544,791)
Real estate	(3,096,485)	(1,000,000)
Limited partnerships	(3,000,000)	—
	(15,223,349)	(1,544,791)
Recovery of (provision for) bad debts:		
Mortgages	30,596	(856,512)
	(7,512,447)	(6,445,475)
Fund earnings	$25,044,481	$25,559,032

Schedule 3

TEACHERS' RETIREMENT FUND
SCHEDULE OF ADMINISTRATION EXPENSES
FOR THE YEAR ENDED AUGUST 31, 1985

	1985	1984
Office salaries	$ 659,539	$ 632,608
Bank, investment and mortgage servicing charges	152,928	120,071
Investment consultants	139,027	119,074
Office rental	99,120	78,489
Data processing and program maintenance	54,490	108,720
Legal fees	50,925	16,876
Audit fee	34,100	32,750
Group insurance	29,097	25,330
Actuarial costs	27,820	77,929
Stationery and supplies	26,664	21,028
Staff retirement plan	25,783	23,080
Rental of office equipment	19,798	25,709
Depreciation and amortization of fixed assets	19,044	13,657
Servicing of office equipment	16,913	10,041
Postage	14,805	17,168
Unemployment insurance	14,733	13,635
Telephone	14,096	13,251
Communications with teachers and boards	12,276	8,068
Safekeeping and custody of securities	9,190	6,510
Canada Pension Plan contributions	7,985	7,443
Board expenses	7,727	8,866
Conferences	6,438	4,547
Investment Committee members' honoraria	5,250	5,200
Delivery and transportation	5,220	4,308
Insurance	1,699	1,547
Loss on disposal of equipment, net	1,494	1,765
Medical retainer	1,000	1,000
Staff recruitment costs	993	1,042
Miscellaneous	1,863	5,738
	$1,460,017	$1,405,450

SURFACE RECLAMATION FUND
FINANCIAL STATEMENT
MARCH 31, 1986

Auditor's Report
Balance Sheet
Notes to the Financial Statement

AUDITOR'S REPORT

To the Members of the Land Conservation
and Reclamation Council

I have examined the balance sheet of the Surface Reclamation Fund as at March 31, 1986. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, this financial statement presents fairly the financial position of the Fund as at March 31, 1986 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
August 26, 1986

SURFACE RECLAMATION FUND
BALANCE SHEET
AS AT MARCH 31, 1986

	1986	1985
ASSETS		
Cash (Note 2)	$1,431,458	$2,493,104
Securities in trust with the Province of Alberta	192,925	142,550
	$1,624,383	$2,635,654
LIABILITIES		
Trust Fund (Note 3)	$1,624,383	$2,635,654

The accompanying notes are part
of this financial statement.

SURFACE RECLAMATION FUND
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1986

Note 1 Authority

The Surface Reclamation Fund operates under the authority of the Land Surface Conservation and Reclamation Act, Chapter L-3, Revised Statutes of Alberta 1980. The purpose of the Fund is to hold security deposits received pursuant to the Act as an assurance that satisfactory land surface reclamation will be performed. Since all interest received by the Fund is allocated and subsequently paid to depositors, no surplus or deficit arises on the Fund's operations.

Note 2 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta.

Note 3 Trust Fund

Transactions in the Trust Fund are summarized as follows:

	Cash Deposits	Securities	1986 Total	1985 Total
Balance at beginning of year	$2,493,104	$ 142,550	$2,635,654	$4,489,453
Security deposits received	343,480	130,375	473,855	515,825
Interest received	187,923	—	187,923	391,780
	3,024,507	272,925	3,297,432	5,397,058
Security deposits returned	1,593,049	80,000	1,673,049	2,761,404
Balance at end of year	$1,431,458	$ 192,925	$1,624,383	$2,635,654

Note 4 Bank Guarantees

In addition to the deposits in trust and securities shown on the balance sheet, the Fund held bank guarantees as at March 31, 1986 in the amount of $52,021,714 (1985 $41,754,988).

Note 5 Approval of Financial Statement

This financial statement was approved by management.

IMPROVEMENT DISTRICTS' TRUST ACCOUNT
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Statement of Reserves
Statement of Equity in Fixed Assets
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Municipal Affairs

I have examined the balance sheet of the Improvement Districts' Trust Account as at December 31, 1985, the statements of revenue, expenditure and surplus, reserves, equity in fixed assets and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Trust Account as at December 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements, applied, after giving retroactive effect to the change in accounting policy with respect to unexpended capital funds as described in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
April 11, 1986

IMPROVEMENT DISTRICTS' TRUST ACCOUNT
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
CURRENT		
Cash and deposits (Note 4)	$113,505,458	$137,619,923
Taxes and grants in lieu receivable (Note 5)	5,147,207	7,059,950
Trade accounts receivable	588,201	452,311
Accrued interest receivable	1,748,446	2,816,984
Other accounts receivable	487,451	2,130,447
	121,476,763	150 079,615
INVESTMENTS, at cost (Note 6)	1,250	1,390
LAND HELD FOR RESALE (Note 3)	159,305	1
FIXED (Note 7)	63,955,319	62,207,160
CASH HELD IN TRUST	35,099	21,329
	$185,627,736	$212,309,495
LIABILITIES		
CURRENT		
Due to Province of Alberta, net (Note 8)	$ 14,484,737	$ 17,009,093
Accounts payable and accruals (Note 9)	4,443,044	6,537,269
Deferred revenue	703,281	566,893
Current portion of long-term debt (Note 10)	64,537	60,122
	19,695,599	24,173,377
LONG-TERM DEBT (Note 10)	5,192,737	5,767,758
UNEXPENDED CAPITAL FUNDS (Note 11)	4,552,238	5,499,466
RESERVES	90,576,480	107,191,293
TAX SALE SURPLUS TRUST	35,099	21,329
	120,052,153	142,653,223
EQUITY		
IN FIXED ASSETS	58,698,045	56,379,280
IN LAND HELD FOR RESALE	159,305	—
OPERATING SURPLUS	6,718,233	13,276,992
	65,575,583	69,656,272
	$185,627,736	$212,309,495

The accompanying notes are part
of these financial statements.

IMPROVEMENT DISTRICTS' TRUST ACCOUNT
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1	4	5	6	7	8	9	10	12	13	14	15
REVENUE												
General Municipal:												
Taxation:												
Real property	$ —	$ —	$104,887	$291,405	$355,255	$1,478,493	$ 5,244	$ —	$12,087	$ —	$5,978,117	$3,147,645
Power and pipelin.	—	102	201,058	476,600	33,813	179,838	8,350	—	14,013	71	4,611,307	1,760,782
Provincial grants-in-lieu	—	121	20,384	2,458	18,314	32,244	525	—	1,644	2,191	142,239	61,118
Federal grants-in-lieu	—	1,366	95	—	—	18,106	1,822	—	8,568	10,484	1,680	980
Penalties and costs	—	—	5,219	2,226	22,378	22,402	30	—	6,262	—	94,380	25,786
Mobile home license fees	—	—	—	—	400	—	—	—	—	—	24,809	8,097
	—	1,589	331,643	772,689	430,160	1,731,083	15,971	—	42,574	12,746	10,852,532	5,004,408
Deduct: Expended by transfers:												
Supplementary school requisitions	—	—	131,153	333,298	170,925	443,242	—	—	—	5,909	5,024,916	2,090,404
Provincial school foundation	—	1,613	84,355	194,113	33,768	437,466	15,995	—	37,843	5,370	2,426,790	1,076,102
Alberta Planning Fund	—	—	1,679	3,983	1,675	10,033	—	—	—	—	49,657	20,854
Hospital requisitions	—	—	11,927	—	—	152,753	—	—	—	—	—	28,383
Seniors Foundation requisitions	—	—	—	4,273	9,459	30,035	—	—	—	—	111,832	30,138
Industrial taxes	—	—	—	—	—	31,080	—	—	—	—	260,220	59,640
	—	1,613	229,114	535,667	215,827	1,104,609	15,995	—	37,843	11,279	7,873,415	3,305,521
Net taxes for municipal purposes	—	(24)	102,529	237,022	214,333	626,474	(24)	—	4,731	1,467	2,979,117	1,698,887
Provincial grants:												
Municipal assistance	—	—	20,589	30,000	122,000	31,554	—	—	—	—	322,000	110,000
Agricultural Service Board	—	—	—	70	4,532	23,549	—	—	—	—	84,120	37,110
Environment	—	—	10,125	226	15,220	29,199	—	—	—	—	16,616	467
Recreation and culture	—	—	—	—	9,388	20,474	—	—	—	—	7,468	20,000
Other	—	—	—	—	2,433	17,925	—	—	—	—	17,105	5,849
	—	—	30,714	30,296	153,573	122,701	—	—	—	—	447,309	173,426
Interest	—	6,448	18,983	57,600	43,888	89,202	24,456	—	2,282	96	442,679	322,058
Capital funding	—	—	—	—	10,720	7,450	—	—	—	—	105,351	1,151
Other	—	—	—	119	4,913	50,852	—	—	—	—	274,644	95,388
	—	6,448	18,983	57,719	59,521	147,504	24,456	—	2,282	96	822,674	418,597
Utilities:												
Local improvement levies	—	—	—	—	58,130	—	—	—	—	—	49,178	31,974
Sale of services	—	—	—	—	33,912	—	—	—	—	—	21,100	12,984
Provincial grants	—	—	—	—	4,723	650	—	—	—	—	20,942	7,865
Federal grants	—	—	—	—	—	—	—	—	—	—	—	—
Capital funding	—	—	—	—	36,382	1,381,661	—	—	—	—	—	—
	—	—	—	—	133,147	1,382,311	—	—	—	—	91,220	52,823
Transfer from capital reserves	—	—	—	—	—	31,580	—	—	—	—	138,284	207,315
TOTAL REVENUE	—	6,424	152,226	325,037	560,574	2,310,570	24,432	—	7,013	1,563	4,478,604	2,551,048
EXPENDITURE												
General Municipal:												
Administrative services	—	—	11,125	48,767	101,038	137,124	1,214	—	533	28	388,412	209,253
Protective services	—	—	18,421	—	83,089	140,468	—	—	—	—	326,781	40,464
Transportation services	—	—	50,000	300,000	107,542	146,606	—	—	—	—	2,846,888	1,584,415
Garbage collection and disposal	—	—	—	—	35,147	34,235	—	—	—	—	14,031	4,802
Planning, subdivision and other community services	—	—	6,700	13,389	25,169	35,791	—	—	—	—	221,240	134,005
Recreation and cultural services	—	—	—	—	45,772	203,604	—	—	—	—	495,322	232,328
Annexation transfers	—	—	—	—	—	—	—	—	—	—	—	—
	—	—	86,246	362,156	397,757	697,828	1,214	—	533	28	4,292,674	2,205,267
Utilities	—	—	—	—	126,552	1,384,314	—	—	—	—	94,330	71,549
TOTAL EXPENDITURE	—	—	86,246	362,156	524,309	2,082,142	1,214	—	533	28	4,387,004	2,276,816
EXCESS OF REVENUE OVER EXPENDITURE	—	6,424	65,980	(37,119)	36,265	228,428	23,218	—	6,480	1,535	91,600	274,232
ADD: SURPLUS (DEFICIT) AT BEGINNING OF YEAR, AS RESTATED (NOTE 13)	5,761,565	52,670	(365)	56,469	324,262	59,853	227,468	177,226	56,124	—	131,467	735,965
	5,761,565	59,094	65,615	19,350	360,527	288,281	250,686	177,226	62,604	1,535	223,067	1,010,197
DEDUCT:												
TRANSFER TO (FROM) OPERATING RESERVE	—	(5,541)	(22,985)	(52,884)	(51,960)	(83,929)	(54)	—	(8,201)	1,466	(497,289)	(302,980)
TRANSFER TO CAPITAL RESERVES	—	—	—	—	300,000	—	—	—	—	—	—	723,293
TRANSFER TO MUNICIPAL DISTRICTS PURSUANT TO INCORPORATION (NOTE 14)	5,761,565	—	—	—	—	--	—	177,226	—	—	—	—
TRANSFER TO UNEXPENDED CAPITAL FUNDS	—	—	—	—	—	—	—	—	—	—	472,492	—
SURPLUS AT END OF YEAR	$ —	$64,635	$ 88,600	$ 72,234	$112,487	$ 372,210	$250,740	$ —	$70,805	$ 69	$ 247,864	$ 589,884

16	17	18	19	20	21	22	23	24	1985 TOTAL	1984 TOTAL
$4,078,678	$4,007,038	$22,950,529	$ 711,243	$ 860,309	$1,008,243	$1,067,398	$1,718,266	$ 924	$47,775,761	$58,699,699
5,111,605	5,840,508	6,345,817	417,175	509,642	536,165	1,208,210	2,046,979	321	29,302,356	38,704,359
134,970	331,271	246,382	26,134	41,822	18,084	59,718	208,446	192	1,348,257	1,536,774
259	7,140	103,455	—	3,553	137	465	1,050	3,990	163,150	818,660
32,518	125,779	90,666	17,416	35,776	27,864	41,291	45,142	146	595,281	873,746
29,255	2,398	143,875	—	—	—	—	12,992	—	221,826	264,440
9,387,285	10,314,134	29,880,724	1,171,968	1,451,102	1,590,493	2,377,082	4,032,875	5,573	79,406,631	100,897,678
4,091,964	4,958,108	15,217,193	680,927	810,234	784,131	1,214,062	2,299,830	4,165	38,260,461	42,473,144
2,022,089	2,331,729	5,898,299	117,696	168,156	228,828	343,034	699,116	1,054	16,123,416	21,049,387
38,820	48,373	109,560	4,664	5,580	6,513	10,039	14,716	—	326,146	486,767
—	102,940	351,142	—	4,659	—	7,936	47,860	115	707,715	838,498
58,593	186,416	55,997	14,407	17,235	66,284	102,179	—	—	686,848	955,335
192,180	163,680	1,186,620	—	—	—	—	—	—	1,893,420	1,875,560
6,403,646	7,791,246	22,818,811	817,694	1,005,864	1,085,756	1,677,250	3,061,522	5,334	57,998,006	67,678,691
2,983,639	2,522,888	7,061,913	354,274	445,238	504,737	699,832	971,353	239	21,408,625	33,218,987
250,000	599,437	138,514	417,221	573,933	674,219	689,848	580,000	—	4,559,315	5,154,710
136,213	130,076	91,900	32,867	41,051	50,493	67,323	23,063	—	722,367	648,417
15,936	629,657	19,699	267,083	198,043	223,473	437,296	63,354	—	1,926,394	846,455
—	81,217	241,789	—	—	—	—	20,000	—	400,336	525,741
—	—	31,786	—	—	1,879	—	—	—	76,977	370,652
402,149	1,440,387	523,688	717,171	813,027	950,064	1,194,467	686,417	—	7,685,389	7,545,975
327,731	880,091	984,542	116,337	128,139	142,989	174,861	453,430	1,886	4,217,698	4,427,514
213,117	313,768	2,757	—	—	10,542	83,368	—	—	748,224	755,452
149,517	322,848	154,479	48,119	84,067	42,676	22,714	104,385	—	1,354,721	1,830,980
690,365	1,516,707	1,141,778	164,456	212,206	196,207	280,943	557,815	1,886	6,320,643	7,013,946
26,842	159,593	10,368	—	34,389	17,807	28,536	190,557	—	607,374	649,433
21,660	272,419	277,695	7,020	10,894	11,741	8,637	262,789	—	940,851	923,490
9,145	235,481	72,415	5,000	27,020	—	14,196	133,378	—	530,815	260,563
—	13,500	—	5,000	—	—	—	—	—	18,500	—
13,103	3,441,422	259,801	—	—	—	—	669,083	—	5,801,452	6,072,562
70,750	4,122,415	620,279	17,020	72,303	29,548	51,369	1,255,807	—	7,898,992	7,906,048
498,377	659,022	341,330	150,000	113,025	76,900	59,000	117,435	—	2,392,268	3,593,557
4,645,280	10,261,419	9,688,988	1,402,921	1,655,799	1,757,456	2,285,611	3,588,827	2,125	45,705,917	59,278,513
485,999	633,869	525,868	86,947	119,773	143,626	187,612	217,855	87	3,299,130	4,197,242
200,494	884,155	248,282	343,174	280,271	211,862	398,495	611,922	—	3,787,878	2,924,243
2,542,501	3,283,862	3,227,635	512,044	755,757	582,372	829,033	933,881	—	17,702,536	23,031,642
80,881	52,287	42,211	9,720	14,727	13,378	13,040	12,731	—	327,190	431,654
528,304	925,587	449,168	104,328	175,596	149,683	173,626	286,778	—	3,229,364	2,994,044
388,564	688,138	1,001,136	34,005	52,900	69,127	47,686	216,877	—	3,475,459	3,321,596
—	—	—	—	—	—	—	—	—	—	134,453
4,226,743	6,467,898	5,494,300	1,090,218	1,399,024	1,170,048	1,649,492	2,280,044	87	31,821,557	37,034,874
103,396	4,712,573	731,733	33,531	87,361	91,172	101,187	1,075,440	—	8,613,138	8,287,212
4,330,139	11,180,471	6,226,033	1,123,749	1,486,385	1,261,220	1,750,679	3,355,484	87	40,434,695	45,322,086
315,141	(919,052)	3,462,955	279,172	169,414	496,236	534,932	233,343	2,038	5,271,222	13,956,427
—	1,855,404	—	383,947	344,470	431,395	333,326	2,338,430	7,316	13,276,992	(1,629,031)
315,141	936,352	3,462,955	663,119	513,884	927,631	868,258	2,571,773	9,354	18,548,214	12,327,396
(118,813)	(721,597)	(201,901)	(55,080)	(36,370)	(36,439)	(63,847)	(118,006)	295	(2,376,115)	(949,596)
—	1,550,404	1,506,023	383,949	335,568	431,394	—	1,800,000	—	7,030,631	—
—	—	—	—	—	—	—	—	—	5,938,791	—
—	—	729,182	—	—	—	—	35,000	—	1,236,674	—
$ 433,954	$ 107,545	$ 1,429,651	$ 334,250	$ 214,686	$ 532,676	$ 932,105	$ 854,779	$ 9,059	$ 6,718,233	$13,276,992

IMPROVEMENT DISTRICTS' TRUST ACCOUNT
STATEMENT OF RESERVES
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
OPERATING RESERVES		
Balance at beginning of year	$52,220,254	$ 53,169,850
Deduct: Transferred to municipal districts pursuant to incorporation (Note 14)	6,942,545	—
Transfer to operations, net	2,376,115	949,596
Balance at end of year	42,901,594	52,220,254
CAPITAL RESERVES		
Balance at beginning of year	54,971,039	53,386,729
Add: Transfer from surplus	7,030,631	—
Interest	4,039,572	5,991,690
Funds in lieu of public reserves	34,501	42,216
Transfer from unexpended capital	—	35,400
Other	5,700	5,500
	11,110,404	6,074,806
	66,081,443	59,461,535
Deduct transfers to:		
Municipal districts pursuant to incorporation (Note 14)	15,105,461	—
Operations	2,392,268	3,593,557
Unexpended capital funds	908,828	896,939
	18,406,557	4,490,496
Balance at end of year	47,674,886	54,971,039
TOTAL RESERVES	$90,576,480	$107,191,293
COMPRISED OF:		
Operating reserves:		
Non municipal surplus	$ 403,506	$ 2,971,911
Operating contingency fund	42,498,088	49,248,343
	42,901,594	52,220,254
Capital reserves:		
General capital	43,915,781	50,629,936
Financial management system fund	791,661	813,516
Industrial tax accumulation	2,429,344	2,744,001
Public reserve	503,774	776,021
Other	34,326	7,565
	47,674,886	54,971,039
	$90,576,480	$107,191,293

IMPROVEMENT DISTRICTS' TRUST ACCOUNT
STATEMENT OF EQUITY IN FIXED ASSETS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
BALANCE AT BEGINNING OF YEAR	$56,379,280	$48,688,729
Add: Purchase of fixed assets	7,392,901	7,954,764
Repayment of long-term debt	76,986	54,394
	7,469,887	8,009,158
	63,849,167	56,697,887
Deduct: Transferred to municipal districts pursuant to incorporation (Note 14)	4,531,368	—
Fixed assets written-off	531,149	318,607
Land held for resale (Note 3)	88,605	—
	5,151,122	318,607
BALANCE AT END OF YEAR	$58,698,045	$56,379,280
Accounted for as follows:		
Fixed assets	$63,955,319	$62,207,160
Deduct: Long-term debt	5,257,274	5,827,880
	$58,698,045	$56,379,280

IMPROVEMENT DISTRICTS' TRUST ACCOUNT
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
CASH WAS PROVIDED BY:		
Operations:		
Excess of revenue over expenditure	$ 5,271,222	$ 13,956,427
Deduct: Transfer from capital reserves	3,301,096	4,490,496
	1,970,126	9,465,931
Capital:		
Additions to capital reserves	4,079,773	6,074,805
Sale of investments	140	—
	4,079,913	6,074,805
Working Capital:		
Decrease in receivables	4,488,387	226,078
Increase in current liabilities	—	3,284,210
	4,488,387	3,510,288
TOTAL CASH PROVIDED	10,538,426	19,051,024
CASH WAS APPLIED TO:		
Capital:		
Decrease in unexpended capital funds	947,228	472,312
Transfer to unexpended capital funds	1,236,674	—
	2,183,902	472,312
Working Capital:		
Decrease in current liabilities	4,482,193	—
Net assets transferred to municipal districts pursuant to incorporation (Note 14)	27,986,796	—
	32,468,989	—
TOTAL CASH APPLIED	34,652,891	472,312
INCREASE (DECREASE) IN CASH AND DEPOSITS	(24,114,465)	18,578,712
Cash and deposits at beginning of year	137,619,923	119,041,211
Cash and deposits at end of year	$113,505,458	$137,619,923

IMPROVEMENT DISTRICTS' TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Improvement Districts' Trust Account operates under the authority of the Improvement Districts Act, Chapter I-1, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

These financial statements have been prepared in accordance with generally accepted accounting principles except that:

a) Land Held for Resale

Inventory of land held for resale which has been acquired through provisions of the Tax Recovery Act is recorded at a nominal value of $1. Land acquired for subdivision is recorded at cost.

b) Fixed Assets

Fixed asset acquisitions are included as expenditure in the statement of revenue, expenditure and surplus. Fixed assets having an original cost greater than $2,500 are shown on the balance sheet at cost with the offsetting credit to equity in fixed assets. No provision is made for depreciation of fixed assets.

c) Long-Term Debt

Principal and interest payments on long-term debt are recorded as expenditures in the statement of revenue, expenditure and surplus.

d) Reserves

Certain amounts are set aside for anticipated future operating and capital expenditures. Capital reserves are credited with interest at the average rate earned on funds on deposit in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Net transfers from capital reserves are shown as revenue on the statement of revenue, expenditure and surplus.

Note 3 Changes in Accounting Policy and Reporting Practice

Change in Accounting Policy:

Unexpended Capital Funds

In prior years overexpended capital projects were funded by operating surplus. During the year the policy was adopted to fund overexpended capital projects with unexpended capital funds. This change in accounting policy has been applied retroactively and has had the following effect:

Surplus (deficit) at beginning of year, as previously reported	$12,714,381
Add: Overexpended capital projects	562,611
Surplus (deficit) at beginning of year, as restated	$13,276,992
Unexpended capital funds at beginning of year, as previously reported	$ 6,062,077
Deduct: Overexpended capital projects	562,611
Unexpended capital funds at beginning of year, as restated	$ 5,499,466

Change in Reporting Practice:

Land Held for Resale

In prior years land held for resale was included in fixed assets reported by the Trust Account. During the year the practice was adopted of reporting land held for resale separately on the balance sheet.

Note 4 Cash and Deposits

	1985	1984
Cash	$ 148,575	$ 96,643
Deposits in Consolidated Cash Investment Trust Fund of the Province of Alberta	113,356,883	137,523,280
	$113,505,458	$137,619,923

Note 5 Taxes and Grants in Lieu Receivable

	1985	1984
Taxes receivable	$4,928,631	$6,981,016
Grants in lieu receivable:		
Provincial	328,716	262,513
Federal	112,722	28,931
	5,370,069	7,272,460
Deduct: Allowance for uncollectible taxes	222,862	212,510
	$5,147,207	$7,059,950

Note 6 Investments

	1985	1984
Alberta Municipal Financing Corporation shares	$1,250	$1,390

Note 7 Fixed Assets

	1985	1984
Fixed assets at cost are:		
Engineering structures	$53,266,911	$50,291,776
Buildings	5,761,634	6,521,740
Machinery and equipment	1,185,322	1,382,062
Land	877,446	687,228
Vehicles	2,864,006	3,324,354
	$63,955,319	$62,207,160

Note 8 Due to Province of Alberta, net

	1985	1984
Due to Province of Alberta:		
Transportation	$16,595,855	$19,312,378
Administration	888,468	1,012,510
Assessment costs	526,231	601,033
Other	315,320	980,408
	18,325,874	21,906,329
Due from Province of Alberta:		
Homeowners' tax discounts	613,140	785,737
Grants	3,206,058	3,677,156
Other	21,939	434,343
	3,841,137	4,897,236
	$14,484,737	$17,009,093

Note 9 Accounts Payable and Accruals

	1985	1984
Trade accounts payable	$2,650,250	$5,296,795
Construction holdbacks	1,083,437	617,967
Accrued debenture interest	367,961	431,727
Other	341,396	190,780
	$4,443,044	$6,537,269

Note 10 Long-Term Debt

	1985	1984
Debentures:		
Alberta Municipal Financing Corporation:		
8½%, 1970 issue due 1995	$ 16,669	$ 17,705
9⅝%, 1974 issue due 1999	12,501	12,928
10½%, 1975 issue due 2000	139,872	143,701
10½%, 1975 issue due 2001	—	36,714
10 %, 1976 issue due 2001	46,465	47,640
9¼%, 1977 issue due 2002	408,520	418,404
9⅝%, 1978 issue due 2003	713,673	728,293
10⅜%, 1979 issue due 2004	231,288	235,224
12⅝%, 1980 issue due 2005	203,669	206,003
16½%, 1981 issue due 2006	125,284	148,930
18¼%, 1981 issue due 2006	—	139,735
19 %, 1981 issue due 2006	336,325	432,892
15¾%, 1982 issue due 2007	136,971	137,748
16 %, 1982 issue due 2007	290,918	292,826
16½%, 1982 issue due 2007	1,234,595	1,459,297
17 %, 1982 issue due 2007	1,126,515	1,131,859
12⅝%, 1983 issue due 2008	140,634	141,728
	5,163,899	5,731,627
Advances:		
Alberta Mortgage and Housing Corporation:		
7¼%, due 2001	93,375	96,253
	5,257,274	5,827,880
Amount repayable within one year	64,537	60,122
	$5,192,737	$5,767,758

Anticipated requirements to meet the principal portion of long-term debt repayments during the next five years are as follows:

1986 - $ 64,537
1987 - 72,232
1988 - 80,915
1989 - 90,725
1990 - 101,816

Summary of total debt by I.D.:

	1985	1984
I.D. 1	$ —	$ 361,767
I.D. 7	263,590	270,635
I.D. 10	—	131,853
I.D. 14	465,924	469,784
I.D. 15	440,415	449,437
I.D. 16	262,097	265,835
I.D. 17	1,171,542	1,202,206
I.D. 18	195,511	196,581
I.D. 20	336,325	337,753
I.D. 21	140,634	141,728
I.D. 22	256,801	258,110
I.D. 23	1,724,435	1,742,191
	$5,257,274	$5,827,880

Note 11 Unexpended Capital Funds

	1985	1984
Balance at beginning of year, as restated (Note 3(b))	$5,499,466	$5,971,778
Add: Capital grants	3,417,557	5,387,173
Transfer from operations	1,236,674	—
Contributions from operations	953,064	1,233,740
Transfers from capital reserves	908,828	896,939
Other	250	—
	6,516,373	7,517,852
Deduct: Purchase of fixed assets	7,392,901	7,954,764
Purchase of land held for resale	70,700	—
Transfer to capital reserves	—	35,400
	7,463,601	7,990,164
Balance at end of year	$4,552,238	$5,499,466

Note 12 Contingent Liability

Syncrude Canada Ltd. has applied to the courts to set aside a decision of the Assessment Appeal Board which reinstated 1980 taxes of $1,126,374.

Shell Canada Ltd. has commenced an action to receive certain assessment exemptions under the Municipal Taxation Act. The amount of any possible exemptions cannot be determined at this time.

Note 13 Commitments

At the year end, unexpended contractual commitments amounted to $1,822,558.

Note 14 Incorporation

Pursuant to the Municipal District of Cypress No. 1 Incorporation Act, Chapter M-24.6, Statutes of Alberta 1984 and the Municipal District of Clearwater No. 99 Incorporation Act, Chapter M-24.5, Statutes of Alberta 1984 Improvement Districts No. 1 and 10 respectively were dissolved effective January 1, 1985 and all assets, liabilities, rights, duties, functions and obligations of the Minister of Municipal Affairs in respect of Improvement Districts No. 1 and 10 were vested in the municipalities.

Note 15 Comparative Figures

The 1984 figures have been reclassified where necessary to conform to 1985 presentation. The 1984 figures include amounts for Improvement Districts 1 and 10 whereas no 1985 transactions are reported for these Districts due to their incorporation.

Note 16 Approval of Financial Statements

These financial statements were approved by management.

METIS POPULATION BETTERMENT TRUST ACCOUNT
FINANCIAL STATEMENT
MARCH 31, 1986

Auditor's Report
Statement of Receipts, Payments and Trust Account Balance
Notes to the Financial Statement

AUDITOR'S REPORT

To the Minister of Municipal Affairs

I have examined the statement of receipts, payments and Trust Account balance of the Metis Population Betterment Trust Account for the year ended March 31, 1986. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, this financial statement presents fairly the balance of the Account as at March 31, 1986 and the receipts and payments for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 1 to the financial statement applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
June 4, 1986

METIS POPULATION BETTERMENT TRUST ACCOUNT
STATEMENT OF RECEIPTS, PAYMENTS AND TRUST ACCOUNT BALANCE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Receipts:		
Surface rights compensation:		
Right of entry	$ 536,716	$ 431,493
Road agreements	21,864	42,028
Seismic exploration compensation	526,472	174,408
Sand and gravel sales	138,079	—
Reforestation dues	26,724	18,579
Land levies	24,193	12,318
Timber dues	8,133	7,890
Miscellaneous	18,421	6,945
	1,300,602	693,661
Interest	476,497	505,727
Grants from the Province of Alberta, Department of Utilities and Telecommunications (Note 2)	—	1,556,882
Housing and wiring loans - on behalf of the Province of Alberta, Department of Municipal Affairs	3,966	5,074
	1,781,065	2,761,344
Payments:		
Wages and benefits	284,706	228,047
Grants (Note 3)	230,172	134,532
Reforestation	51,051	80,000
Building and equipment rentals	30,758	20,754
Travel	27,703	17,487
Materials and supplies	22,609	26,369
Utilities	13,968	32,070
Other contract services	10,844	36,221
Fixed assets	8,660	26,122
Insurance	5,846	4,850
Advertising	—	663
	686,317	607,115
Transfer to Metis Settlement Associations Grants Administration Fund (Note 2)	263,779	1,014,231
Contract services - water and sewer systems (Note 2)	—	635,127
Housing and wiring loans - Province of Alberta, Department of Municipal Affairs	4,111	12,091
	954,207	2,268,564
Excess of receipts over payments	826,858	492,780
Balance at beginning of year	4,455,356	3,962,576
Balance at end of year	$5,282,214	$4,455,356
Balance represented by deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta	$5,282,214	$4,455,356

The accompanying notes are part
of this financial statement.

METIS POPULATION BETTERMENT TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1986

Note 1 Entity

This financial statement is prepared on a cash basis from the transactions of the "Metis Population Betterment Trust" account of the Consolidated Cash Investment Trust Fund of the Province of Alberta.

Note 2 Water and Sewer Systems

Treasury Board Minute No. 143/84, dated September 10, 1984, states that the Treasury Board authorized the establishment of the Metis Settlement Associations Grants Administration Fund (the Fund). The Fund was established to receive, hold and disburse Provincial grants and any grant money remaining in the Metis Population Betterment Trust Account, for the purpose of meeting the cost of water and sewer systems and other projects.

Note 3 Grants

	1986	1985
Alberta Federation of Metis Settlement Associations	$162,198	$134,332
Peavine Waskayigun Association	65,000	—
Elizabeth Settlement Recreation Society	1,000	—
Other	1,974	200
	$230,172	$134,532

Note 4 Administration Costs

Certain administration services are provided at no charge by the Province of Alberta and accordingly are not reflected in this financial statement.

Note 5 Approval of Financial Statement

This financial statement was approved by management.

METIS SETTLEMENTS TRUST FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Municipal Affairs

I have examined the balance sheet of the Metis Settlements Trust Fund as at March 31, 1986 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
June 4, 1986

METIS SETTLEMENTS TRUST FUND
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSET		
Cash	$395,560	$436,636
LIABILITIES AND UNEXPENDED FUNDS		
Grants payable	$ 12,608	$ —
Unexpended funds	382,952	436,636
	$395,560	$436,636

The accompanying notes are part
of these financial statements.

METIS SETTLEMENTS TRUST FUND
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Revenue (Note 3):		
Interest	$ 40,145	$107,667
Grant expenditure refund	—	140,000
	40,145	247,667
Expenditure:		
Grants	93,829	147,825
Excess of revenue over expenditure	(53,684)	99,842
Unexpended funds at beginning of year	436,636	336,794
Unexpended funds at end of year (Note 4)	$382,952	$436,636

METIS SETTLEMENTS TRUST FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Metis Settlements Trust Fund operates under the authority of the Department of Municipal Affairs Act, Chapter D-25, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

(i) Grants

Grants are recorded in the financial statements as expenditure when approved.

(ii) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Revenue

During the year ended March 31, 1985, the Trust Fund received $204,885 from Paddle Prairie Settlement representing $140,000 for the repayment of a grant paid to that Settlement in 1981, and $64,885 accumulated interest thereon. Paddle Prairie Settlement had used the grant to advance a loan to Settlement Sooniyaw Corporation which repaid the loan with interest during 1984-85.

Note 4 Summary of Transactions and Unexpended Funds by Settlement

Settlement	Unexpended Funds March 31, 1985	For the Year Ended March 31, 1986 Revenue	For the Year Ended March 31, 1986 Expenditure	Unexpended Funds March 31, 1986
Paddle Prairie	$165,467	$16,335	$14,542	$167,260
Big Prairie	1,836	185	—	2,021
Gift Lake	129,627	13,041	—	142,668
East Prairie	10,097	750	7,670	3,177
Kikino	15,010	711	15,273	448
Caslan	5,659	569	—	6,228
Elizabeth	10,195	789	10,535	449
Fishing Lake	98,745	7,765	45,809	60,701
	$436,636	$40,145	$93,829	$382,952

Note 5 Administration Costs

Certain administration services are provided at no charge by the Province of Alberta and accordingly are not reflected in these financial statements.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

SPECIAL AREAS TRUST ACCOUNT
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Statement of Capital Reserves
Statement of Equity in Fixed Assets
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Municipal Affairs

I have examined the balance sheet of the Special Areas Trust Account as at December 31, 1985 and the statements of revenue, expenditure and surplus, capital reserves, equity in fixed assets and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Trust Account as at December 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statements applied, after giving retroactive effect to the change in the mineral surface lease revenue accounting policy as described in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
April 8, 1986

SPECIAL AREAS TRUST ACCOUNT
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Current:		
Cash (Note 4)	$13,433,547	$12,787,240
Accounts receivable, net (Note 5)	2,756,737	2,403,287
Taxes and grants in lieu receivable, net	237,051	271,340
Inventories (Note 2)	1,024,329	1,057,628
Prepaid expenses	12,035	—
	17,463,699	16,519,495
Non-Current:		
Accounts receivable, net (Note 5)	15,536,478	14,897,583
Investments:		
Alberta Municipal Financing Corporation shares, at cost	150	150
Fixed, at cost (Notes 2 and 6)	14,747,972	13,078,571
	$47,748,299	$44,495,799
LIABILITIES AND TRUST EQUITY		
Current:		
Due to Province of Alberta, net (Note 7)	$ 1,142,566	$ 2,142,278
Accounts payable and accruals	708,974	408,661
Deferred revenue	98,193	93,187
	1,949,733	2,644,126
Trust Equity:		
Operating surplus (Note 3)	3,761,595	4,665,812
Capital reserves (Note 2)	27,288,999	24,107,290
Fixed assets (Note 2)	14,747,972	13,078,571
	45,798,566	41,851,673
	$47,748,299	$44,495,799

The accompanying notes are part
of these financial statements.

SPECIAL AREAS TRUST ACCOUNT
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
REVENUE		
General Municipal:		
Taxation:		
Power and pipeline	$ 4,564,570	$ 4,293,329
Real property	3,216,412	2,972,592
Grazing taxes	856,962	832,789
Provincial grants in lieu of taxes	66,057	60,265
Mobile home license fees	2,224	2,384
	8,706,225	8,161,359
Less: Expended by transfers:		
Supplementary school requisitions	3,345,204	3,155,969
Provincial school foundation	1,838,070	1,590,811
Homes for aged requisitions	235,528	207,613
Hospital requisitions	109,008	123,665
Alberta Planning Fund	48,801	47,960
Industrial tax transfers	24,180	23,580
	5,600,791	5,149,598
Net taxes for municipal purposes	3,105,434	3,011,761
Tax recovery land sales (Note 8)	3,633,623	6,360,425
Leases	3,603,206	3,725,637
Provincial grants (Note 9)	3,239,643	3,216,320
Interest	2,690,400	2,120,565
Other	572,277	421,537
	16,844,583	18,856,245
Transfer from capital reserves	88,468	150,000
TOTAL REVENUE	16,933,051	19,006,245
EXPENDITURE		
General Municipal:		
Transportation services	11,651,915	9,280,423
Administrative services	1,453,288	1,287,692
Environmental development services	542,476	732,728
Recreational, cultural and educational services	227,681	289,993
Protective services	269,248	211,508
Health and welfare services	45,340	34,125
	14,189,948	11,836,469
Transfers to capital reserves:		
Tax recovery land sales	3,551,184	6,350,607
Municipal debt reduction	96,136	105,580
	3,647,320	6,456,187
TOTAL EXPENDITURE	17,837,268	18,292,656
Surplus (deficit)	(904,217)	713,589
Add: Surplus at beginning of year as previously reported	5,030,006	4,216,147
Adjustment due to change in accounting policy (Note 3)	(364,194)	(263,924)
As restated	4,665,812	3,952,223
Surplus at end of year	$ 3,761,595	$ 4,665,812

SPECIAL AREAS TRUST ACCOUNT
STATEMENT OF CAPITAL RESERVES
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
TAX RECOVERY LAND SALES RESERVE		
Balance at beginning of year	$23,174,141	$16,823,534
Add: Net sales transferred from operations	3,551,184	6,350,607
Balance at end of year	26,725,325	23,174,141
MUNICIPAL DEBT REDUCTION RESERVE		
Balance at beginning of year	932,040	976,460
Add: Interest transferred from operations	96,136	105,580
	1,028,176	1,082,040
Less: Funding of research transferred to operations	—	150,000
Funding of capital expenditure transferred to unexpended capital funds	500,000	—
Balance at end of year	528,176	932,040
PUBLIC RESERVE		
Balance at beginning and end of year	1,109	1,109
UNEXPENDED CAPITAL FUNDS		
Appropriation from municipal debt reduction reserve	500,000	—
Proceeds from sales of fixed assets	88,468	—
	588,468	—
Cost of fixed assets financed through capital reserve	(465,611)	—
Uncommitted funds transferred to operations	(88,468)	—
Balance at end of year	34,389	—
TOTAL CAPITAL RESERVES	$27,288,999	$24,107,290

SPECIAL AREAS TRUST ACCOUNT
STATEMENT OF EQUITY IN FIXED ASSETS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Balance at beginning of year	$13,078,571	$11,978,626
Add: Purchase of fixed assets		
Transportation services	1,555,472	1,005,529
Environmental development services	24,589	54,127
Administrative services	348,522	51,501
Protective services	91,101	42,740
	2,019,684	1,153,897
	15,098,255	13,132,523
Less: Excise tax rebate on construction costs	—	53,952
Disposal of fixed assets	350,283	—
Balance at end of year	$14,747,972	$13,078,571

SPECIAL AREAS TRUST ACCOUNT
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
SOURCES OF CASH:		
CASH FROM OPERATIONS:		
Surplus as reported	$ —	$ 713,589
Less: Transfers from capital reserves	—	150,000
	—	563,589
CASH FROM CAPITAL SOURCES:		
Tax recovery land sales, net	3,551,184	6,350,607
Interest on municipal debt reduction funds	96,136	105,580
Proceeds of sales of fixed assets	88,468	—
	3,735,788	6,456,187
TOTAL CASH PROVIDED	$ 3,735,788	$ 7,019,776
USE OF CASH:		
CASH APPLIED TO OPERATIONS:		
Deficit as reported	$ 904,217	$ —
Add: Transfers from capital reserves	88,468	-
	992,685	—
CASH APPLIED FROM CAPITAL RESERVES:		
Fixed assets financed from capital reserves	465,611	—
CASH APPLIED FROM WORKING CAPITAL:		
Increase in non-cash current assets	297,897	474,582
Decrease (increase) in current liabilities	694,393	(142,942)
Increase in non-current assets	638,895	3,420,016
	1,631,185	3,751,656
TOTAL CASH APPLIED	$ 3,089,481	$ 3,751,656
Increase in cash	$ 646,307	$ 3,268,120
Cash at beginning of year	12,787,240	9,519,120
Cash at end of year	$13,433,547	$12,787,240

SPECIAL AREAS TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Authority

The Special Areas Trust Account operates under the authority of the Special Areas Act, Chapter S-20, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies

(a) General:

These financial statements have been prepared in accordance with generally accepted accounting principles except that:

(i) Fixed assets (other than tax recovery land) are charged to operating expense or to capital reserve at date of acquisition. Fixed assets having an original cost greater than $2,500 are shown on the balance sheet at cost with the offsetting credit to equity in fixed assets. No provision is made for depreciation of fixed assets.

(ii) Revenues from crop shares, mineral surface leases and Wheat Board adjustments are recorded when received. Accordingly, an undetermined amount of revenue receivable from these sources is not reflected in these financial statements.

(iii) Transfers between operating surplus and capital reserves are reported as expenditures and revenues.

(iv) Tax recovery land is not valued for balance sheet purposes. There is approximately 1.516 million acres of tax recovery land which remains unsold as at December 31, 1985 (1984 - 1.590 million acres).

(b) Inventories:

Inventories are valued at the lower of cost or net realizable value.

Cost is determined as follows:

	1985	1984
Gravel, first in first out	$ 408,981	$ 437,885
Parts and other, average cost	615,348	619,743
	$1,024,329	$1,057,628

(c) Capital Reserves:

The reserves have been established for the funding of any expenditure that the Minister of Municipal Affairs may authorize.

The reserves include revenue from the sale of tax recovery land, cash in lieu of public reserve and funds received under the Municipal Debt Reduction Act. Any interest earned on municipal debt reduction funds is also included.

Note 3 Change in Accounting Policy

In prior years, revenue from mineral surface leases pertaining to the sale of tax recovery land was reported at the date of the sale of the land. Effective January 1, 1985, the Trust adopted the policy of reporting this mineral surface lease revenue when received. This change in accounting policy has been applied retroactively and has had the following effect on the financial statements.

	1985	1984
Decrease in revenue	$164,769	$100,270
Decrease in accounts receivable	$528,963	$364,194
Decrease in surplus at beginning of year	$364,194	$263,924
Decrease in surplus at end of year	$528,963	$364,194

Note 4 Cash

Cash includes a deposit of $12,819,994 in the Consolidated Cash Investment Trust Fund of the Province of Alberta (1984 - $12,412,693).

Note 5 Accounts Receivable, Net

Accounts receivable, net of applicable allowances for doubtful accounts are comprised of the following:

	1985	1984
Current:		
Tax Recovery:		
Land sales	$ 1,549,160	$ 1,324,718
Accrued interest	636,439	535,190
	2,185,599	1,859,908
Accrued interest	239,362	246,279
Leases	187,024	209,644
Recreation advances	36,735	29,315
Miscellaneous	108,017	58,141
	$ 2,756,737	$ 2,403,287
Non-Current:		
Tax Recovery:		
Land sales	$15,336,709	$14,737,528
Recreation advances	180,408	151,055
Miscellaneous	19,361	9,000
	$15,536,478	$14,897,583

Title to tax recovery land sold is not transferred from the Minister of Municipal Affairs to the purchaser until all purchase monies have been paid. If a purchaser defaults in payment, the agreement for sale may be declared null and void and all monies received may be retained by the Trust Account as liquidated damages.

Note 6 Fixed Assets

Fixed assets, at cost are comprised of the following:

	1985	1984
Land	$ 264,080	$ 179,962
Buildings	4,093,206	3,572,881
Vehicle and mobile equipment	9,706,236	8,861,931
Machinery and equipment	654,528	434,986
Electronic data processing equipment	20,577	19,466
Office equipment	9,345	9,345
	$14,747,972	$13,078,571

Note 7 Due to Province of Alberta, net

The net amount due to the Province of Alberta is comprised of the following:

	1985	1984
Due to the Province of Alberta:		
Salaries	$1,112,010	$3,153,545
Administration charges	94,428	67,370
Other	51,540	87,991
	1,257,978	3,308,906
Due from the Province of Alberta:		
Grants	(42,425)	(1,131,684)
Other	(72,987)	(34,944)
	(115,412)	(1,166,628)
	$1,142,566	$2,142,278

Note 8 Tax Recovery Land Sale Revenue

Tax recovery land sale revenue is comprised of the following:

	1985	1984
Land sales - agreements for sale	$3,063,000	$5,513,937
Land sales - full payment	492,320	795,300
Mineral surface lease sales	78,303	51,188
	$3,633,623	$6,360,425

Note 9 Provincial Grants

Provincial grant revenue is comprised of the following:

	1985	1984
Transportation	$1,946,940	$1,986,025
Municipal Affairs	1,024,082	936,107
Agriculture (Agricultural Service Board)	147,681	145,996
Recreation and Parks	57,878	103,192
Utilities and Telecommunications	45,000	45,000
General Administration	18,062	—
	$3,239,643	$3,216,320

Note 10 Comparative Figures

The 1984 figures have been reclassified where necessary to conform to 1985 presentation.

Note 11 Approval of Financial Statements

These financial statements have been approved by management.

THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' GROUP LIFE INSURANCE TRUST ACCOUNT
FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Board of
The Alberta Government Telephones
Employees' Pension and Death Benefit Fund

I have examined the balance sheet of The Alberta Government Telephones Employees' Group Life Insurance Trust Account as at December 31, 1985 and the statement of income and retained earnings for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Trust Account as at December 31, 1985 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
April 24, 1986

THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' GROUP LIFE INSURANCE TRUST ACCOUNT
BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Current:		
Cash	$ 38,793	$ 19,827
Short term investments	600,000	310,000
Accounts receivable	238,532	449,730
Dividends receivable	1,520	1,520
Accrued interest	114,424	85,769
	993,269	866,846
Investments:		
Bonds and debentures (Note 3)	5,627,532	4,649,399
Shares, at cost (Note 4)	80,000	80,000
	5,707,532	4,729,399
	$6,700,801	$5,596,245
LIABILITIES		
Current:		
Accounts payable	$ 875	$ 130,846
Retained earnings	6,699,926	5,465,399
	$6,700,801	$5,596,245

The accompanying notes are part
of these financial statements.

THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' GROUP LIFE INSURANCE TRUST ACCOUNT
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Contributions received:		
Active employees	$1,724,907	$1,675,942
Retired employees	94,734	90,828
Voluntary	140,118	116,553
	1,959,759	1,883,323
Premiums paid:		
Active employees	1,252,555	1,238,593
Retired employees	261,465	241,410
Voluntary	140,219	116,569
	1,654,239	1,596,572
Excess of contributions over premiums for the year	305,520	286,751
Rebate from underwriter	238,487	319,171
Net income before investment income	544,007	605,922
Investment income (Note 5)	690,520	595,001
Net income for the year	1,234,527	1,200,923
Retained earnings at beginning of year	5,465,399	4,264,476
Retained earnings at end of year	$6,699,926	$5,465,399

THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' GROUP LIFE INSURANCE TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

Note 1 Background and Authority

The Group Life Insurance Trust Account was commenced on July 1, 1971 following the establishment of a group life insurance plan by The Alberta Government Telephones Commission for the benefit of its employees and pensioners. Contributions under the plan are paid into the group life insurance trust account and premiums charged by the underwriter are paid out of this account. Any excess funds are invested by the Alberta Government Telephones Pension Board who have been assigned the responsibility for the administration of the plan by the Commission.

Note 2 Significant Accounting Policies and Reporting Practices

a) Investments

Investments are recorded at cost or amortized cost where applicable. Amortization of premium or discount is calculated using a straight line method.

b) Rebate from Underwriter

Rebates of premiums paid to the underwriter relating to the period ended June 30 are recognized in the corresponding fiscal year of the Trust Account.

c) Administration Expenses

All administration expenses are provided by The Alberta Government Telephones Commission at no cost and accordingly are not reflected in these financial statements.

d) Statement of Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Bonds and Debentures

Bonds and debentures, at amortized cost, consist of:

	1985	1984
Par value:		
Government of Canada, direct and guaranteed	$2,819,500	$2,134,250
Provincial, direct and guaranteed	1,720,000	1,720,000
Municipal	275,000	275,000
Corporate	1,310,000	1,210,000
	6,124,500	5,339,250
Less:		
Unamortized discount	496,968	689,851
	$5,627,532	$4,649,399
Approximate market value	$6,093,100	$4,660,700

Note 4 Shares

Shares, at cost, consist of:

	1985	1984
Preferred shares	$80,000	$80,000
Approximate market value	$69,000	$62,000

Note 5 Investment Income

Investment income consists of:

	1985	1984
Bonds and debentures interest and amortization	$651,106	$493,259
Short term investment income	32,286	47,161
Gain on sale of shares	—	27,320
Dividends	6,080	18,080
Gain on sale of bonds	750	8,508
Bank interest	298	663
Miscellaneous	—	10
	$690,520	$595,001

Note 6 Approval of Financial Statements

These financial statements were approved by the Pension Board.

THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' PENSION AND DEATH BENEFIT FUND
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 1985

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Operations
Consolidated Statement of Changes in Financial Position
Notes to the Consolidated Financial Statements
Consolidated Schedule of Net Earnings

AUDITOR'S REPORT

To the Members of the Board of
The Alberta Government Telephones
Employees' Pension and Death Benefit Fund

I have examined the consolidated balance sheet of The Alberta Government Telephones Employees' Pension and Death Benefit Fund as at December 31, 1985 and the consolidated statements of operations and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these consolidated financial statements present fairly the financial position of the Fund as at December 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
April 24, 1986

THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' PENSION AND DEATH BENEFIT FUND
CONSOLIDATED BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Current:		
Cash	$ —	$ 70,193
Short term investments	18,040,888	36,441,579
Contributions receivable	2,829,944	3,131,552
Accrued interest	8,759,699	7,546,747
Accounts receivable	5,028,272	2,347,874
Deposits	—	723,406
Prepaid expense	14,445	17,000
	34,673,248	50,278,351
Investments:		
Mortgages receivable (Note 4)	86,453,165	97,066,984
Bonds and debentures (Note 5)	224,549,801	178,005,770
Equities (Note 6)	232,128,145	180,604,039
Oil and gas properties, at cost	5,900,249	2,500,000
Farm land, at cost	2,410,122	2,410,122
Land and buildings, at cost	5,684,000	4,612,000
	557,125,482	465,198,915
Fixed assets:		
Computer equipment, at cost	10,608	10,608
Less: Accumulated depreciation	4,933	3,023
	5,675	7,585
	$591,804,405	$515,484,851
LIABILITIES AND RESERVES		
Current:		
Bank overdraft	$ 114,666	$ —
Accounts payable	1,319,802	1,013,366
Share subscription payable	—	1,000,000
Due to ATI pension plan (Note 7)	6,172,765	—
	7,607,233	2,013,366
Deferred credits:		
Unamortized exchange gains	14,481	31,043
Unearned income	21,220	99,548
	35,701	130,591
General investment reserve (Note 8)	1,395,000	1,170,000
Pension and Death Benefit Fund:		
Reserve for future benefits	582,766,471	512,170,894
	$591,804,405	$515,484,851

The accompanying notes are part
of these financial statements.

THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' PENSION AND DEATH BENEFIT FUND
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Balance at beginning of year	$512,170,894	$455,721,308
Add:		
Net earnings, Schedule 1	48,605,694	28,509,519
Contributions from The Alberta Government Telephones Commission:		
Regular (Note 9)	22,104,384	21,602,603
Supplemental	2,485,236	2,423,618
	24,589,620	24,026,221
Contributions from employees:		
Regular	16,870,327	16,434,371
Supplemental	2,489,282	2,414,231
Voluntary	749,450	653,558
	20,109,059	19,502,160
Contributions and earnings transferred from other pension authorities	12,138	—
	605,487,405	527,759,208
Deduct:		
Pension payments	13,613,998	12,857,192
Withdrawals	2,632,228	2,546,127
Death benefit payments	120,000	114,000
Death settlement payments	99,535	29,895
Contributions and earnings transferred to other pension authorities	82,408	41,100
Transfer to ATI pension plan (Note 7)	6,172,765	—
	22,720,934	15,588,314
Balance at end of year	$582,766,471	$512,170,894

THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' PENSION AND DEATH BENEFIT FUND
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Cash Provided By (Used For):		
Operations:		
Net earnings, Schedule 1	$ 48,605,694	$ 28,509,519
Items not requiring an outlay of cash:		
Provision for decline in value of investments:		
— common shares	3,576,760	8,422,507
— limited partnership units	2,521,000	429,000
— mortgages receivable	764,907	1,023,200
Amortization of premiums and discounts, net	1,043,939	157,019
Appropriation to general investment reserve, net	225,000	105,000
Increase (decrease) in deferred credits	(94,890)	113,353
Depreciation	1,910	1,909
	56,644,320	38,761,507
Additions to Investments:		
Equities	(57,621,866)	(48,203,025)
Bonds and debentures	(47,587,946)	(23,619,616)
Oil and gas properties	(3,400,249)	(2,500,000)
Acquisition of farm land	—	(230,734)
	(108,610,061)	(74,553,375)
Net change in non cash working capital items (Note 10)	21,014,111	(14,077,973)
	(30,951,630)	(49,869,841)
Financing:		
Contributions, net of payments, withdrawals and transfers	21,989,883	27,940,067
Decrease in mortgages receivable	9,848,888	25,505,711
Items not requiring an outlay of cash:		
Acquisition of land and buildings (Note 11)	(1,072,000)	(3,419,500)
	30,766,771	50,026,278
Increase (decrease) in cash	(184,859)	156,437
Cash position at beginning of year	70,193	(86,244)
Cash position at end of year	$ (114,666)	$ 70,193

THE ALBERTA GOVERNMENT TELEPHONES EMPLOYEES' PENSION AND DEATH BENEFIT FUND NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 1985

Note 1 Authority

The Alberta Government Telephones Employees' Pension and Death Benefit Fund operates under the authority of the Alberta Government Telephones Act, Chapter A-23, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

a) Principles of Consolidation:

The consolidated financial statements include the accounts of the Alberta Government Telephones Employees' Pension and Death Benefit Fund and its wholly-owned subsidiary, Step by Step Resources Ltd.

Step by Step Resources Ltd. is incorporated in the Province of Alberta and began operations on October 1, 1984. Its purpose is to own and participate in development drilling programs for petroleum and natural gas wells located in Canada.

Significant accounts between the Fund and the subsidiary have been eliminated.

b) Investments

Investments are recorded at cost or amortized cost where applicable. Amortization of premium or discount is calculated on a straight line basis from acquisition date to maturity date. Allowances are recorded to recognize any permanent decline in value of investments.

Dividend income is recognized at the date dividends are declared.

c) Market Value

Market values of investments which are not publicly quoted are determined by management based on relevant information available.

d) Translation of Foreign Currencies

Monetary assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the rate of exchange in effect at the balance sheet date. Non-monetary assets and liabilities are translated at the rate in effect at the transaction date.

Realized exchange gains or losses are reflected in net income for the year.

e) General Investment Reserve

Represents an amount set aside from income to cover extraordinary losses incurred on liquidation of assets as a result of default, bankruptcy or reorganization.

f) Administration Expenses

All administration expenses except for the cost of investment services are provided by The Alberta Government Telephones Commission to the Pension Fund at no cost and accordingly are not reflected in these financial statements. These expenses amounted to $562,155 for the year ended December 31, 1985, (1984 $543,990).

g) Statement of Changes in Financial Position

The format of the statement of changes in financial position has been changed to that recommended by the Canadian Institute of Chartered Accountants in September, 1985. The focus of the revised format is on the cash and cash equivalents available to the enterprise rather than the working capital format used previously.

Note 3 Investment in Subsidiary Company

The following is a summary of the Fund's interest in Step by Step Resources Ltd.

	1985	1984
Assets	$9,021,156	$8,300,341
Liabilities	107,630	13,178
Equity	$8,913,526	$8,287,163

Note 4 Mortgages Receivable

Mortgages receivable, at amortized cost, consist of:	1985	1984
National Housing Act mortgages	$40,196,506	$44,016,017
Mortgages insured by The Mortgage Insurance Company of Canada	13,501,039	18,490,840
Other first mortgages	34,333,163	35,582,645
	88,030,708	98,089,502
Add: Unamortized premium	16,510	16,534
	88,047,218	98,106,036
Less: Allowance for uncollectable mortgages receivable	1,594,053	1,039,052
	$86,453,165	$97,066,984
Approximate market value	$87,015,700	$91,963,700

Note 5 **Bonds and Debentures**

Bonds and debentures, at amortized cost, consist of:

	1985	1984
Government of Canada, direct and guaranteed	$120,397,000	$ 83,550,000
Provincial, direct and guaranteed	34,733,000	32,575,000
Municipal	5,500,000	6,200,000
Corporations	50,164,486	53,776,787
Par value	210,794,486	176,101,787
Add: Unamortized premiums and discounts, net	13,755,315	1,903,983
	$224,549,801	$178,005,770
Approximate market value	$254,338,500	$186,689,300

Note 6 **Equities**

Equities consist of:

	1985	1984
Common shares	$217,992,530	$172,020,965
Preferred shares	4,862,352	5,465,905
Limited partnership units	13,600,763	11,336,419
Warrants	1,392,500	1,620,750
Total cost of equities	237,848,145	190,444,039
Less: Allowance for decline in value of:		
Limited partnership units	4,000,000	1,479,000
Common shares	1,720,000	8,361,000
	$232,128,145	$180,604,039
Approximate market value	$287,877,300	$202,460,573

Note 7 **Due to ATI Pension Plan**

During the year, the Board of Directors of Alta. Telecom International Ltd. (ATI), a wholly owned subsidiary of The Alberta Government Telephones Commission, established a pension plan for its employees.

This liability represents the value of pension benefits credited to employees of the Commission who were transferred to ATI.

Note 8 **General Investment Reserve**

	1985	1984
Balance at beginninng of year	$1,170,000	$1,065,000
Add: Current year's provision	2,140,497	2,985,000
	3,310,497	4,050,000
Less: Write down of common shares	1,915,497	2,880,000
Balance at end of year	$1,395,000	$1,170,000

Note 9 **Actuarial Valuation**

An independent actuarial valuation of the Pension Fund as at December 31, 1984 indicated no unfunded liability. In the opinion of the actuaries, the Fund as constituted at the valuation date, together with contributions expected to be received, is sufficient to provide benefits under the Plan as they fall due.

Note 10 **Net Change in Non Cash Working Capital Items**

The net change in non cash working capital items consists of:

	1985	1984
Decrease in short-term investments	$ 18,400,691	$(12,662,531)
Increase in other current assets	(2,865,781)	(2,648,887)
Increase in current liabilities	5,479,201	1,233,445
	$ 21,014,111	$(14,077,973)

Note 11 **Acquisition of Land and Buildings**

During the year the Fund acquired land and buildings through foreclosure. The investment is recorded at the lower of cost and net realizable value as determined by an independent appraisal.

Note 12 Comparative Figures

The 1984 figures have been reclassified where necessary to conform to 1985 presentation.

Note 13 Approval of Financial Statements

These financial statements were approved by the Pension Board.

Schedule 1

THE ALBERTA GOVERNMENT TELEPHONES EMPLOYEES' PENSION AND DEATH BENEFIT FUND
CONSOLIDATED SCHEDULE OF NET EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Bond and debenture income, net	$24,290,877	$19,038,474
Mortgage income	11,365,274	14,261,897
Profit on sales of equities, net	8,259,059	1,042,716
Dividends	7,879,232	6,133,420
Profit (loss) on sales of bonds, net	2,254,723	(2,135,719)
Interest on short term investments	1,684,148	3,664,462
Income from oil and gas properties, net	1,281,195	—
Income from limited partnership units	673,253	485,409
Income from land and buildings, net	103,115	(41,760)
Income from farm land, net	93,627	83,452
Profit on sale of land and building	90,758	—
U.S. exchange gains realized	63,337	—
(Loss) on financial futures, net	—	(701,840)
Other interest income, net	33,717	45,044
	58,072,315	41,875,555
Deduct:		
Provision for decline in value of common shares	3,576,760	8,422,507
Provision for decline in value of limited partnership units	2,521,000	429,000
Provision for non repayment of mortgages	764,907	1,023,200
Investment services	247,253	324,089
Mortgage management service fees	143,179	164,166
Expense incurred on equities	40,842	—
Bank overdraft interest	15,172	2,505
Mortgage legal fees	8,101	1,690
Honorarium and expenses of board member	7,000	11,970
Depreciation	1,910	1,909
	7,326,124	10,381,036
Net earnings before appropriation to general investment reserve	50,746,191	31,494,519
Appropriation to general investment reserve	(2,140,497)	(2,985,000)
Net earnings for the year	$48,605,694	$28,509,519

CONSOLIDATED CASH INVESTMENT TRUST FUND
FINANCIAL STATEMENTS
MARCH 31, 1986

Auditor's Report
Balance Sheet
Statement of Income
Notes to the Financial Statements
Schedule of Investments

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Consolidated Cash Investment Trust Fund as at March 31, 1986 and the statement of income for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1986 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
September 30, 1986

CONSOLIDATED CASH INVESTMENT TRUST FUND
BALANCE SHEET
MARCH 31, 1986

	1986	1985
ASSETS		
Accrued interest	$ 647,713	$ 5,041,602
Investments, Schedule 1	1,211,363,058	1,253,347,104
	$1,212,010,771	$1,258,388,706
LIABILITIES		
Accounts payable	$ 1,582,123	$ 5,246,861
Due to depositors	1,210,428,648	1,253,141,845
	$1,212,010,771	$1,258,388,706

The accompanying notes are part of these financial statements.

CONSOLIDATED CASH INVESTMENT TRUST FUND
STATEMENT OF INCOME
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Investment income	$120,286,648	$131,603,776
Distributions to depositors	$120,286,648	$131,603,776

CONSOLIDATED CASH INVESTMENT TRUST FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1986

Note 1 Authority

The Consolidated Cash Investment Trust Fund operates under the authority of the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Investments are valued at cost. Cost includes the amount of applicable amortization of discount or premium using the straight line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis. Realized gains and losses on disposals of investments are included in the determination of investment income.

(b) Investments and payables in respect of forward exchange contracts denominated in foreign currency are translated at the rate of exchange in effect at the balance sheet date. Unrealized exchange gains or losses relating to hedged monetary assets are deferred.

Amounts deferred are included in accounts payable.

(c) A statement of changes in financial position has not been provided as disclosure in these financial statements is considered to be adequate.

Note 3 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

CONSOLIDATED CASH INVESTMENT TRUST FUND
INVESTMENTS
MARCH 31, 1986

	1986		1985	
	Book Value	Market Value	Book Value	Market Value
Bond coupons and residuals:				
Government of Canada, direct	$ 75,022,497	$ 74,778,645	$ 349,902	$ 349,900
Bonds:				
Government of Canada, direct	—	—	1,011,746	1,011,700
Mid-term money market securities:				
Promissory notes	—	—	42,451,180	41,839,500
Certificates of deposit	—	—	6,003,256	5,982,200
Short-term money market securities (a):				
Treasury bills:				
Government of Canada	411,899,909	411,899,909	248,903,182	248,903,182
Other	49,695,824	49,695,824	79,862,149	79,862,149
Deposit receipts	240,009,466	240,009,466	469,741,939	469,741,939
Promissory notes:				
Province of Alberta	—	—	10,000,000	10,000,000
Other provinces	58,560,670	58,560,670	—	—
Corporate	140,826,564	140,826,564	244,905,616	244,905,616
Bankers' acceptances	117,157,764	117,157,764	40,282,945	40,282,945
Certificates of deposit	59,022,650	59,022,650	49,999,413	49,999,413
Call loans	30,000,000	30,000,000	—	—
Bearer deposit notes	29,167,714	29,167,714	59,835,776	59,835,776
Total investments	$1,211,363,058	$1,211,119,206	$1,253,347,104	$1,252,714,320

(a) The market value of short-term money market securities is estimated to approximate cost.

GENERAL TRUST ACCOUNT
FINANCIAL STATEMENT
MARCH 31, 1986

Auditor's Report
Statement of Assets and Liabilities
Notes to the Financial Statement
Schedule of Liabilities to Depositors - Cash
Schedule of Liabilities to Depositors - Security Deposits Held

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the statement of assets and liabilities of the General Trust Account as at March 31, 1986. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, this financial statement presents fairly the financial position of the General Trust Account as at March 31, 1986 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
September 22, 1986

GENERAL TRUST ACCOUNT
STATEMENT OF ASSETS AND LIABILITIES
MARCH 31, 1986

	1986	1985
ASSETS		
Cash	$28,762,794	$31,849,490
Security deposits held	26,154,078	24,072,491
	$54,916,872	$55,921,981
LIABILITIES		
Accounts payable	$ 9,375	$ 529,495
Liabilities to depositors:		
Cash, Schedule 1	28,753,419	31,319,995
Security deposits held, Schedule 2	26,154,078	24,072,491
	$54,916,872	$55,921,981

The accompanying notes are part
of this financial statement.

GENERAL TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1986

Note 1 Significant Accounting Policies and Reporting Practices

Security Deposits Held

Negotiable and/or cashable instruments held, and the matching liabilities therefor, are recorded at par value. Written financial guarantees, including performance bonds, held by the Province are not reflected in this financial statement.

Liabilities to Depositors

Liabilities to depositors are not individually listed but are grouped under the Department charged with responsibility for receiving or withholding and disbursing monies or for administering the legislation pursuant to which the security deposits are received and held.

Note 2 Income

Interest income earned by the General Trust Account on cash deposits is not paid to individual depositors but is instead credited in full directly to the General Revenue Fund. Income earned on security deposits held belongs to the parties lodging the securities with the Province.

Note 3 Expenditure

Salaries, accommodation and other overhead costs incurred in the administration of the Account have been borne by the General Revenue Fund and are not reflected in this financial statement.

Note 4 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to the 1986 presentation.

Note 5 Approval of Financial Statement

This financial statement was approved by management.

Schedule 1

GENERAL TRUST ACCOUNT
SCHEDULE OF LIABILITIES TO DEPOSITORS - CASH
MARCH 31, 1986

	1986	1985
Advanced Education:		
General	$ 5,000	$ 37,384
Agriculture:		
Canadian Dairy Commission	517,283	464,864
General	172,771	160,842
4H Trust Account	378	4,316
Attorney General:		
General	149,593	157,830
Consumer and Corporate Affairs:		
General	154,663	112,690
Culture:		
Contract Holdbacks	58,869	149,826
C.O. Nickle Donation	37,200	37,200
Economic Development:		
Trade Show and Conference Account	66,200	25,000
Contract Holdbacks	3,885	—
Energy and Natural Resources:		
Alberta Oil Sands Technology and Research Authority - Contract Holdbacks	1,207,897	2,185,035
General	1,811,161	1,827,562
Mines and Minerals Act - Securities Trust	4,399,646	5,496,472
Oil and Gas Conservation Act - Securities Trust	1,164,618	1,250,618
Environment:		
Contract Holdbacks	4,037,145	3,548,082
General	118,649	53,758
Executive Council:		
Personnel Administration Office	12,111	15,872
Forestry:		
Fish Hatchery Trust	7,268	8,848
Forests Act - Securities Trust	731,517	812,921
General	72,893	—
Housing:		
General	40,448	27,610
Labour:		
Employment Standards - Securities Trust	229,549	92,760
Industrial Wages - Securities Trust	23,898	19,054
Municipal Affairs:		
District Taxation Trust	—	3,615
General	15,500	20,671
Suspense	6,212	4,332
Tax Recovery Trust	24,664	19,338
Public Works, Supply and Services:		
Contract Holdbacks	7,510,649	9,230,437
Recreation and Parks:		
General	441,231	487,404
Social Services and Community Health:		
General	141,520	142,758
Tourism:		
General	10,000	10,000
Transportation:		
Contract Holdbacks	4,391,610	4,167,530
Deposits for Specifications	19,800	19,500
Land Purchase Holdback Trust	65,775	167,782
Treasury:		
Non-implemented Gas Co-op Loans	—	10,351
Utilities:		
Contract Holdbacks	1,103,816	547,733
	$28,753,419	$31,319,995

Schedule 2

GENERAL TRUST ACCOUNT
SCHEDULE OF LIABILITIES TO DEPOSITORS - SECURITY DEPOSITS HELD
MARCH 31, 1986

	1986	1985
Energy and Natural Resources:		
General	$ 426,612	$ 576,352
Mines and Minerals Act - Securities Trust	19,577,183	18,047,492
Oil and Gas Conservation Act - Securities Trust	3,702,301	3,971,376
Forestry:		
Forests Act - Securities Trust	735,740	784,596
Labour:		
Industrial Wages - Securities Trust	484,803	529,236
Public Works, Supply and Services:		
Contracts	140,439	125,439
Recreation and Parks:		
General	1,087,000	38,000
	$26,154,078	$24,072,491

OTHER TRUST FUNDS
AND OTHER MONEY OVER WHICH THE LEGISLATURE HAS NO POWER OF APPROPRIATION
FINANCIAL STATEMENT
MARCH 31, 1986

Auditor's Report
Statement of Assets, Liabilities and Trust Equities
Notes to the Financial Statement
Schedule of Trust Equities

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the statement of assets, liabilities and trust equities of the Other Trust Funds and Other Money Over Which the Legislature Has No Power of Appropriation as at March 31, 1986. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, this financial statement presents fairly the financial position of the Other Trust Funds and Other Money Over Which the Legislature Has No Power of Appropriation as at March 31, 1986 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
October 15, 1986

OTHER TRUST FUNDS AND OTHER MONEY OVER WHICH THE LEGISLATURE HAS NO POWER OF APPROPRIATION
STATEMENT OF ASSETS, LIABILITIES AND TRUST EQUITIES
MARCH 31, 1986

	1986	1985
ASSETS		
Cash	$55,499,153	$56,678,545
Accounts and loans receivable	1,776,483	1,100,151
Investments	3,993,397	6,221,662
Damage, security and other deposits	23,589,306	20,317,710
Other	552,259	394,181
	$85,410,598	$84,712,249
LIABILITIES AND TRUST EQUITIES		
Liabilities:		
Accounts payable	$ 3,302,125	$ 511,058
Trust equities (Schedule 1)	82,108,473	84,201,191
	$85,410,598	$84,712,249

The accompanying notes are part of this financial statement.

OTHER TRUST FUNDS AND OTHER MONEY OVER WHICH THE LEGISLATURE HAS NO POWER OF APPROPRIATION
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1986

Note 1 Investments

Investments are valued at cost. Cost includes the amount of applicable amortization of discount or premium using the straight line method over the life of the investments. In respect of donated investments, the value recorded is market value at the date of donation.

Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

Note 2 Damage, Security and Other Deposits

Damage and security deposits are held pending satisfactory completion of contract work, or lodged with the government to secure proper performance of some act as required by legislation; they are valued at par or face amount. Other deposits are held by various courts and sheriffs' offices pending the outcome of civil litigation.

Note 3 Comparative Figures

The 1985 figures have been reclassified where necessary to conform to the 1986 presentation.

Note 4 Approval of Financial Statement

This financial statement has been approved by management.

Schedule 1

OTHER TRUST FUNDS AND OTHER MONEY OVER WHICH THE LEGISLATURE HAS NO POWER OF APPROPRIATION
SCHEDULE OF TRUST EQUITIES
MARCH 31, 1986

	1986	1985
OTHER TRUST FUNDS:		
Advanced Education		
Advanced Education Endowment Fund	$ 1,299,262	$ 3,823,111
John Joseph Collett Memorial Scholarship Fund	3,447	3,496
Agriculture		
Claude Gallinger Memorial Fund	20,895	20,339
Pennington Memorial Scholarship Fund	23,247	23,223
Attorney General		
Fines and Costs Distribution Trust	2,387,448	2,853,350
Land Titles Office - Calgary	45,808	42,937
Land Titles Office - Edmonton	52,931	40,665
Maintenance Enforcement Trust	13,741	—
Various Courts and Sheriffs' Offices	28,791,204	27,554,510
Consumer and Corporate Affairs		
Collection Practices Act Trust	45,300	25,000
Debtors Assistance Trust	39,997	28,110
Insurance Companies Trust	5,229,000	5,034,000
Orderly Payment of Debts	125,276	202,028
Securities Act Trust	22,925	42,925
Culture		
Fort Dunvegan Historical Society Trust Fund	28,505	25,901
New Canadian Encyclopedia Publishing Ltd. Trust Fund	1,263	600,000
Education		
Federal French Language Grants Fund	4,441,327	4,114,347
School for the Deaf Donations	17,287	13,773
School for the Deaf Pupils Trust	2,620	7,799
Mildred Rowe Weston Estate Trust	68,340	65,485
Energy and Natural Resources		
Junior Forest Ranger Program Fund	—	2,614
Executive Council		
Long Term Disability Benefit Fund	397,445	—
Long Term Disability Benefit Fund - Bargaining Unit	(735,050)	—
Municipal Affairs		
Metis Settlement Associations Grants Administration Fund	1,531,765	1,925,889
Public Works, Supply and Services		
Security Deposits Trust Fund	7,081	—
Recreation and Parks		
International Youth Year - 1985 Trust Fund	465,053	781,665
Social Services and Community Health		
Child Welfare Family Allowance Trust	89,629	120,246
Child Welfare Trust	113,979	110,860
Various Institutions Trust Accounts	1,995,385	1,814,243
Solicitor General		
Correctional Institutions Trust Accounts	259,956	248,236
Treasury		
A.L. Sifton Estate	436,001	396,350
Ultimate Heir Trust Fund "A"	577,659	657,942
Ultimate Heir Trust Fund "B"	3,033,482	2,852,600
OTHER MONEY OVER WHICH THE LEGISLATURE HAS NO POWER OF APPROPRIATION:		
Treasury		
Bond and Coupon Accounts:		
Matured Interest	740,205	393,871
Unpresented Debentures	131,973	294,323
Payroll Deductions Trust	30,404,087	30,081,353
	$82,108,473	$84,201,191

SECTION 9

1985-86
PUBLIC ACCOUNTS

ALPHABETICAL INDEX OF FUNDS AND AGENCIES

ALPHABETICAL INDEX OF FUNDS AND AGENCIES

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Public Accounts
1985-86
Volume II

Alberta

VOLUME II

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Sections 1 to 27 of Volume II are an integral part of Section 2, Volume I of the Public Accounts 1985-86 and are covered by the Auditor's Report on the General Revenue Fund financial statements.

SECTION 1

1985-86
PUBLIC ACCOUNTS

LEGISLATIVE ASSEMBLY

Support to the Legislative Assembly
Office of the Auditor General
Office of the Ombudsman
Office of the Chief Electoral Officer

The Legislative Assembly is the Parliament of Alberta consisting of members who are elected by the people of Alberta. Through them Albertans make provincial laws and provide money needed by the Government for the present and future good of the people of the Province. In keeping with the time-honoured tradition of parliamentary self-government, the Lieutenant Governor gives assent to the laws so made by Albertans.

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Statement No. 1.1

LEGISLATIVE ASSEMBLY STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Support to the Legislative Assembly	$ 12,080,816	$ —	$ —	$ 85,661	$ 12,166,477	$ 10,763,478	$ 1,402,999
2	Office of the Auditor General	9,675,010	—	—	281,314	9,956,324	9,676,812	279,512
3	Office of the Ombudsman	885,385	—	—	16,247	901,632	770,414	131,218
4	Office of the Chief Electoral Officer	4,310,123	—	—	9,766	4,319,889	3,715,011	604,878
	TOTAL 1986	$ 26,951,334	$ —	$ —	$ 392,988(a)	$ 27,344,322	$ 24,925,715	$ 2,418,607
	TOTAL 1985	$ 23,066,242	$ —	$ —	$ —	$ 23,066,242	$ 21,305,639	$ 1,760,603

(a) Transferred from the salary contingency fund.

Statement No. 1.2

LEGISLATIVE ASSEMBLY STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Support to the Legislative Assembly							
	Salaries, wages and employee benefits	$ 3,312,448	$ —	$ —	$ 80,313	$ 3,392,761	$ 3,183,839	$ 208,922
	Supplies and services	4,972,393	—	—	(47,415)	4,924,978	4,197,167	727,811
	Grants	16,495	—	—	—	16,495	12,559	3,936
	Purchase of fixed assets	17,250	—	—	47,415	64,665	58,493	6,172
	Other	3,762,230	—	—	5,348	3,767,578	3,311,420	456,158
	TOTAL 1986	$ 12,080,816	$ —	$ —	$ 85,661	$ 12,166,477	$ 10,763,478	$ 1,402,999
	TOTAL 1985	$ 11,895,588	$ —	$ —	$ —	$ 11,895,588	$ 10,841,443	$ 1,054,145
2	Office of the Auditor General							
	Salaries, wages and employee benefits	$ 7,044,730	$ —	$ —	$ 281,314	$ 7,326,044	$ 7,126,745	$ 199,299
	Supplies and services	2,402,480	—	—	(10,000)	2,392,480	2,317,486	74,994
	Grants	59,000	—	—	—	59,000	57,500	1,500
	Purchase of fixed assets	168,800	—	—	10,000	178,800	175,081	3,719
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 9,675,010	$ —	$ —	$ 281,314	$ 9,956,324	$ 9,676,812	$ 279,512
	TOTAL 1985	$ 9,354,515	$ —	$ —	$ —	$ 9,354,515	$ 9,086,508	$ 268,007
3	Office of the Ombudsman							
	Salaries, wages and employee benefits	$ 718,885	$ —	$ —	$ 16,247	$ 735,132	$ 623,663	$ 111,469
	Supplies and services	163,500	—	—	—	163,500	144,356	19,144
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	3,000	—	—	—	3,000	2,395	605
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 885,385	$ —	$ —	$ 16,247	$ 901,632	$ 770,414	$ 131,218
	TOTAL 1985	$ 863,158	$ —	$ —	$ —	$ 863,158	$ 795,401	$ 67,757
4	Office of the Chief Electoral Officer							
	Salaries, wages and employee benefits	$ 343,038	$ —	$ —	$ 9,766	$ 352,804	$ 332,143	$ 20,661
	Supplies and services	3,962,885	—	—	—	3,962,885	3,379,343	583,542
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	4,200	—	—	—	4,200	3,525	675
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 4,310,123	$ —	$ —	$ 9,766	$ 4,319,889	$ 3,715,011	$ 604,878
	TOTAL 1985	$ 952,981	$ —	$ —	$ —	$ 952,981	$ 582,287	$ 370,694
	Department Total 1986	$ 26,951,334	$ —	$ —	$ 392,988(a)	$ 27,344,322	$ 24,925,715	$ 2,418,607
	Department Total 1985	$ 23,066,242	$ —	$ —	$ —	$ 23,066,242	$ 21,305,639	$ 1,760,603

(a) Transferred from the salary contingency fund.

Statement No. 1.3

LEGISLATIVE ASSEMBLY STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Support to the Legislative Assembly							
1.0.1	Administrative support	$ 4,603,765					$ 4,101,824	
1.0.2	Members' indemnities and allowances	3,518,322					3,144,458	
1.0.3	Speaker and deputy speaker - office services	217,044					210,960	
1.0.4	Government members' services	918,751					837,483	
1.0.5	Opposition members' services	552,730					557,644	
1.0.6	Legislature committees	284,763					156,438	
1.0.7	Legislative interns	169,327					145,112	
1.0.8	Hansard	733,156					552,017	
1.0.9	Legislature library	1,082,958					1,057,542	
		12,080,816	$ —	$ —	$ 85,661	$ 12,166,477	10,763,478	$ 1,402,999
2	Office of the Auditor General							
2.0.1	Office of the Auditor General	9,675,010	—	—	281,314	9,956,324	9,676,812	279,512
3	Office of the Ombudsman							
3.0.1	Edmonton office	710,403					661,366	
3.0.2	Calgary office	174,982					109,048	
		885,385	—	—	16,247	901,632	770,414	131,218
4	Office of the Chief Electoral Officer							
4.0.1	Administrative support	371,128					385,597	
4.0.2	Elections	100,000					206,822	
4.0.3	Enumerations	3,838,995					3,122,592	
		4,310,123	—	—	9,766	4,319,889	3,715,011	604,878
	Department Total	$ 26,951,334	$ —	$ —	$ 392,988(a)	$ 27,344,322	$ 24,925,715	$ 2,418,607

(a) Transferred from the salary contingency fund.

Statement No. 1.4

LEGISLATIVE ASSEMBLY
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Fees, Permits and Licences:		
Audit fees	$515,256	$525,825
Other	6,484	3,908
	521,740	529,733
Other Revenue:		
Refunds of expenditure	4,637	8,778
Miscellaneous	54,287	54,641
	58,924	63,419
Total revenue	$580,664	$593,152

SECTION 2

1985-86
PUBLIC ACCOUNTS

ADVANCED EDUCATION

Departmental Support Services

Assistance to Higher and Further Educational Institutions

Financial Assistance to Students

The Ministry is responsible for the establishment, operation, administration and coordination of higher and further education programs, services and institutions; and for the development and implementation of Government programs to ensure that Albertans, according to individual interests and capabilities, have the opportunity to participate in post-secondary education.

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Statement No. 2.1

ADVANCED EDUCATION STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services	$ 7,483,882	$ —	$ —	$ 206,211	$ 7,690,093	$ 7,413,149	$ 276,944
2	Assistance to Higher and Further Educational Institutions							
2.1	Program Support	31,824,449	—	—	370,000	32,194,449	30,888,989	1,305,460
2.2	Provincially Administered Institutions	32,398,280	—	—	1,400,000	33,798,280	33,490,510	307,770
2.3	Private Colleges	4,412,820	—	—	179,651	4,592,471	4,592,471	—
2.4	Technical Institutes - Operating	118,739,955	—	—	(1,778,317)	116,961,638	116,961,638	—
2.5	Public Colleges - Operating	133,286,686	—	—	(1,761,641)	131,525,045	130,157,662	1,367,383
2.6	Universities - Operating	384,208,103	—	—	(164,383)	384,043,720	384,043,720	—
2.7	Technical Institutes - Capital	11,793,000	—	—	(292,300)	11,500,700	11,500,700	—
2.8	Public Colleges - Capital	46,955,000	—	—	1,545,705	48,500,705	48,500,705	—
2.9	Universities - Capital	61,735,674	—	—	501,285	62,236,959	62,236,959	—
		825,353,967	—	—	—	825,353,967	822,373,354	2,980,613
3	Financial Assistance to Students	106,531,299	—	—	81,902	106,613,201	86,111,386	20,501,815
	TOTAL 1986	$ 939,369,148	$ —	$ —	$ 288,113(b)	$ 939,657,261	$ 915,897,889	$ 23,759,372
	TOTAL 1985 (a)	$ 872,138,131	$ —	$ 29,486,931	$ —	$ 901,625,062	$ 898,320,330	$ 3,304,732

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 2.2

ADVANCED EDUCATION STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided: Estimates	Funds Provided: Prior Year Liabilities	Funds Provided: Special Warrants	Funds Provided: Transfers	Funds Provided: Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 6,002,866	$ —	$ —	$ 205,911	$ 6,208,777	$ 5,999,292	$ 209,485
	Supplies and services	1,329,666	—	—	—	1,329,666	1,262,831	66,835
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	110,550	—	—	—	110,550	109,990	560
	Other	40,800	—	—	300	41,100	41,036	64
	TOTAL 1986	$ 7,483,882	$ —	$ —	$ 206,211	$ 7,690,093	$ 7,413,149	$ 276,944
	TOTAL 1985 (a)	$ 7,393,767	$ —	$ —	$ —	$ 7,393,767	$ 6,906,351	$ 487,416
2	Assistance to Higher and Further Educational Institutions							
	Salaries, wages and employee benefits	$ 26,912,495	$ —	$ —	$ 900,000	$ 27,812,495	$ 27,569,102	$ 243,393
	Supplies and services	5,317,698	—	—	300,000	5,617,698	5,495,674	122,024
	Grants	791,350,774	—	—	(1,200,000)	790,150,774	787,661,766	2,489,008
	Purchase of fixed assets	1,773,000	—	—	—	1,773,000	1,646,812	126,188
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 825,353,967	$ —	$ —	$ —	$ 825,353,967	$ 822,373,354	$ 2,980,613
	TOTAL 1985 (a)	$ 800,744,364	$ —	$ 12,600,000	$ —	$ 813,344,364	$ 812,888,187	$ 456,177
3	Financial Assistance to Students							
	Salaries, wages and employee benefits	$ 3,031,035	$ —	$ —	$ 81,902	$ 3,112,937	$ 3,064,919	$ 48,018
	Supplies and services	1,314,085	—	—	—	1,314,085	1,311,094	2,991
	Grants	95,625,762	—	—	—	95,625,762	77,121,924	18,503,838
	Purchase of fixed assets	149,746	—	—	—	149,746	148,285	1,461
	Other	6,410,671	—	—	—	6,410,671	4,465,164	1,945,507
	TOTAL 1986	$ 106,531,299	$ —	$ —	$ 81,902	$ 106,613,201	$ 86,111,386	$ 20,501,815
	TOTAL 1985	$ 64,000,000	$ —	$ 16,886,931	$ —	$ 80,886,931	$ 78,525,792	$ 2,361,139
	Department Total 1986	$ 939,369,148	$ —	$ —	$ 288,113(b)	$ 939,657,261	$ 915,897,889	$ 23,759,372
	Department Total 1985 (a)	$ 872,138,131	$ —	$ 29,486,931	$ —	$ 901,625,062	$ 898,320,330	$ 3,304,732

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.
(b) Transferred from the salary contingency fund.

Statement No. 2.3

ADVANCED EDUCATION
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.0.1	Minister's office	$ 251,070					$ 279,455	
1.0.2	Minister's committees	301,500					222,361	
1.0.3	General administration	6,823,210					6,823,686	
1.0.4	Planning and research	108,102					87,647	
		7,483,882	$ —	$ —	$ 206,211	$ 7,690,093	7,413,149	$ 276,944
2	Assistance to Higher and Further Educational Institutions							
2.1	Program Support							
2.1.1	Innovative projects	775,000					656,867	
2.1.2	Program development	1,567,656					1,500,630	
2.1.3	Community consortia	3,697,988					3,775,589	
2.1.4	Special purpose grants	2,826,340					3,231,311	
2.1.5	Further education	5,521,540					5,437,777	
2.1.6	Federally funded programs	4,500,000					3,245,025	
2.1.7	1980's Endowment Fund	1,808,100					1,871,976	
2.1.8	Nursing Research Fund	200,000					141,989	
2.1.9	Hospital-based nursing education programs	10,927,825					11,027,825	
2.2	Provincially Administered Institutions							
2.2.1	Service element	2,855,822					—	
2.2.2	Alberta Vocational Centre - Calgary	6,599,024					7,508,372	
2.2.3	Alberta Vocational Centre - Edmonton	8,940,069					10,624,242	
2.2.4	Alberta Vocational Centre - Grouard	4,475,564					5,253,850	
2.2.5	Alberta Vocational Centre - Lac La Biche	6,353,849					6,786,169	
2.2.6	Community Vocational Centres	2,432,853					2,845,206	
2.2.7	Alberta Petroleum Industry Training Centre	741,099					472,671	
2.3	Private Colleges							
2.3.1	Service element	711,883					—	
2.3.2	Camrose Lutheran College	1,912,367					2,269,328	
2.3.3	Canadian Union College	243,436					320,757	
2.3.4	Concordia College	1,320,134					1,747,386	
2.3.5	The King's College	225,000					255,000	
2.4	Technical Institutes - Operating							
2.4.1	Service element	1,857,255					—	
2.4.2	Northern Alberta Institute of Technology	59,141,600					58,822,307	
2.4.3	Southern Alberta Institute of Technology	52,267,600					52,748,350	
2.4.4	Westerra Institute of Technology	5,473,500					5,390,981	
2.5	Public Colleges - Operating							
2.5.1	Service element	3,966,228					—	
2.5.2	Alberta College of Art	4,172,358					3,237,007	
2.5.3	Fairview College	7,628,300					8,614,733	
2.5.4	Grande Prairie Regional College	9,335,600					9,485,508	
2.5.5	Grant MacEwan Community College	16,442,100					16,680,470	
2.5.6	Keyano College	12,645,100					12,575,268	
2.5.7	Lakeland College	11,038,400					11,058,096	
2.5.8	Lethbridge College	13,257,200					13,289,164	
2.5.9	Medicine Hat College	9,467,900					9,478,969	
2.5.10	Mount Royal College	21,367,300					21,321,709	
2.5.11	Olds College	9,376,900					9,285,888	
2.5.12	Red Deer College	14,589,300					15,130,850	

Statement No. 2.3 (cont'd)

ADVANCED EDUCATION
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
2.6	Universities - Operating							
2.6.1	Service element	$ 1,372,503					$ —	
2.6.2	Athabasca University	14,849,500					14,974,521	
2.6.3	University of Alberta	211,800,700					212,310,702	
2.6.4	University of Calgary	122,466,600					122,869,748	
2.6.5	University of Lethbridge	22,714,400					22,884,369	
2.6.6	Banff Centre	11,004,400					11,004,380	
2.7	Technical Institutes - Capital							
2.7.1	Service element	2,195,000					—	
2.7.2	Northern Alberta Institute of Technology	4,374,000					5,064,600	
2.7.3	Southern Alberta Institute of Technology	5,037,000					5,749,700	
2.7.4	Westerra Institute of Technology	187,000					686,400	
2.8	Public Colleges - Capital							
2.8.1	Service element	2,221,000					—	
2.8.2	Alberta College of Art	388,000					557,300	
2.8.3	Fairview College	1,171,000					1,789,900	
2.8.4	Grande Prairie Regional College	1,035,000					1,073,600	
2.8.5	Grant MacEwan Community College	865,000					1,543,800	
2.8.6	Keyano College	1,498,000					1,667,800	
2.8.7	Lakeland College	5,491,000					5,844,488	
2.8.8	Lethbridge College	4,253,000					4,631,200	
2.8.9	Medicine Hat College	975,000					1,275,617	
2.8.10	Mount Royal College	21,640,000					22,120,600	
2.8.11	Olds College	6,246,000					6,737,800	
2.8.12	Red Deer College	1,172,000					1,258,600	
2.9	Universities - Capital							
2.9.1	Service element	6,501,674					—	
2.9.2	Athabasca University	177,000					389,600	
2.9.3	University of Alberta	26,436,000					30,511,500	
2.9.4	University of Calgary	26,427,000					28,805,259	
2.9.5	University of Lethbridge	1,359,000					1,749,800	
2.9.6	Banff Centre	835,000					780,800	
		825,353,967	$ —	$ —	$ —	$ 825,353,967	822,373,354	$ 2,980,613
3	Financial Assistance to Students							
3.0.1	Administrative support	4,494,866					4,524,298	
3.0.2	Fellowships and scholarships	55,851,000					44,252,714	
3.0.3	Interest payments	9,474,762					8,209,273	
3.0.4	Remissions of loans	30,300,000					24,659,937	
3.0.5	Implementation of guarantees	6,410,671					4,465,164	
		106,531,299	—	—	81,902	106,613,201	86,111,386	20,501,815
	Department Total	$ 939,369,148	$ —	$ —	$ 288,113(a)	$ 939,657,261	$ 915,897,889	$ 23,759,372

(a) Transferred from the salary contingency fund.

Statement No. 2.4

ADVANCED EDUCATION
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada:		
Post secondary education	$206,032,000	$201,264,000
Training of manpower	45,198,531	47,867,633
Bilingualism	1,890,946	1,227,873
Citizenship instruction	687,077	1,719,858
Vocational training, disabled persons	291,361	2,063,631
Other	1,345,027	903,105
	255,444,942	255,046,100
Fees, Permits and Licences:		
Tuition fees	894,367	2,209,441
Other	432,113	39,768
	1,326,480	2,249,209
Other Revenue:		
Refunds of expenditure:		
Cafeterias	714,863	638,149
Previous years' refunds	598,646	476,272
Salaries and expenses	160,414	13,282
Room and board	118,097	114,920
Sale of materials and supplies	75,885	161,610
Miscellaneous:		
Student finance	5,283,473	4,562,670
Other	8,214	150,703
	6,959,592	6,117,606
Total revenue	$263,731,014	$263,412,915

SECTION 3

1985-86
PUBLIC ACCOUNTS

AGRICULTURE:

Departmental Support Services
Production Assistance
Marketing Assistance
Field Services
Research and Resource Development
Hail and Crop Insurance Assistance
Agricultural Development Lending Assistance

The Ministry is responsible for the management of programs designed to develop all phases of agricultural activity, to promote the best use of Alberta resources in this area and to improve the incomes of those engaged in agriculture.

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Statement No. 3.1

AGRICULTURE
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.1	Central Support Services	$ 10,962,070	$ —	$ 240,720	$ 135,995	$ 11,338,785	$ 10,830,206	$ 508,579
1.2	Planning and Economic Services	4,564,229	—	—	103,579	4,667,808	4,369,695	298,113
		15,526,299	—	240,720	239,574	16,006,593	15,199,901	806,692
2	Production Assistance							
2.1	Program Support	115,700	—	—	4,448	120,148	116,848	3,300
2.2	Animal Products	10,211,317	—	168,918,000	198,531	179,327,848	157,234,011	22,093,837
2.3	Animal Health	8,463,886	—	—	164,786	8,628,672	8,268,780	359,892
2.4	Plant Products	40,849,568	—	9,525,000	249,257	50,623,825	40,937,687	9,686,138
		59,640,471	—	178,443,000	617,022	238,700,493	206,557,326	32,143,167
3	Marketing Assistance							
3.1	Program Support	198,005	—	—	13,675	211,680	210,730	950
3.2	Marketing Services	11,904,312	—	8,155,671	102,862	20,162,845	19,880,592	282,253
3.3	Market Development	2,624,678	—	787,500	39,022	3,451,200	3,346,978	104,222
		14,726,995	—	8,943,171	155,559	23,825,725	23,438,300	387,425
	Less: capitalized as a voted non-budgetary disbursement	—	—	(1,575,000)	—	(1,575,000)	(1,575,000)	—
		14,726,995	—	7,368,171	155,559	22,250,725	21,863,300	387,425
4	Field Services							
4.1	Program Support	168,352	—	—	4,988	173,340	151,330	22,010
4.2	Advisory Services	12,293,806	—	—	288,282	12,582,088	11,787,349	794,739
4.3	Home Economics and 4-H	6,465,639	—	—	132,783	6,598,422	6,119,465	478,957
4.4	Rural Services	12,101,652	—	1,800,000	58,793	13,960,445	12,434,612	1,525,833
4.5	Farm Financial Management Services	2,549,060	—	—	2,906	2,551,966	1,090,255	1,461,711
		33,578,509	—	1,800,000	487,752	35,866,261	31,583,011	4,283,250
5	Research and Resource Development							
5.1	Program Support	175,846	—	—	5,645	181,491	165,325	16,166
5.2	Research	4,454,587	—	—	(14,956)	4,439,631	4,388,491	51,140
5.3	Land Use Planning	3,116,070	—	—	69,863	3,185,933	3,124,796	61,137
5.4	Soil and Water Management	4,686,417	—	—	139,402	4,825,819	4,819,824	5,995
		12,432,920	—	—	199,954	12,632,874	12,498,436	134,438
7	Hail and Crop Insurance Assistance	10,262,638	—	204,500,000	—	214,762,638	214,518,255	244,383
	Less: capitalized as a voted non-budgetary disbursement	—	—	(161,600,000)	—	(161,600,000)	(161,600,000)	—
		10,262,638	—	42,900,000	—	53,162,638	52,918,255	244,383
8	Agricultural Development Lending Assistance	101,521,000	—	—	161,820	101,682,820	101,682,820	—
	TOTAL 1986	$ 247,688,832	$ —	$ 230,751,891	$ 1,861,681(b)	$ 480,302,404	$ 442,303,049	$ 37,999,355
	TOTAL 1985 (a)	$ 194,706,874	$ —	$ 30,316,658	$ —	$ 225,023,532	$ 214,843,408	$ 10,180,124

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 3.2

AGRICULTURE STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 8,471,565	$ —	$ —	$ 239,574	$ 8,711,139	$ 8,408,712	$ 302,427
	Supplies and services	6,707,755	—	62,000	(249,500)	6,520,255	6,083,127	437,128
	Grants	55,000	—	—	—	55,000	23,288	31,712
	Purchase of fixed assets	246,075	—	178,720	246,000	670,795	636,391	34,404
	Other	45,904	—	—	3,500	49,404	48,383	1,021
	TOTAL 1986	$ 15,526,299	$ —	$ 240,720	$ 239,574	$ 16,006,593	$ 15,199,901	$ 806,692
	TOTAL 1985 (a)	$ 15,386,523	$ —	$ —	$ —	$ 15,386,523	$ 14,376,252	$ 1,010,271
2	Production Assistance							
	Salaries, wages and employee benefits	$ 20,009,885	$ —	$ 1,591,000	$ 617,022	$ 22,217,907	$ 21,122,703	$ 1,095,204
	Supplies and services	6,999,309	—	1,578,000	(37,500)	8,539,809	7,180,941	1,358,868
	Grants	32,041,690	—	174,960,000	—	207,001,690	177,537,092	29,464,598
	Purchase of fixed assets	589,587	—	314,000	37,500	941,087	716,590	224,497
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 59,640,471	$ —	$ 178,443,000	$ 617,022	$ 238,700,493	$ 206,557,326	$ 32,143,167
	TOTAL 1985 (a)	$ 32,127,380	$ —	$ 26,935,000	$ —	$ 59,062,380	$ 53,507,085	$ 5,555,295
3	Marketing Assistance							
	Salaries, wages and employee benefits	$ 4,341,394	$ —	$ 34,500	$ 155,559	$ 4,531,453	$ 4,344,218	$ 187,235
	Supplies and services	2,398,401	—	131,000	—	2,529,401	2,473,595	55,806
	Grants	7,728,000	—	7,175,171	—	14,903,171	14,774,470	128,701
	Purchase of fixed assets	259,200	—	27,500	—	286,700	271,017	15,683
	Other	—	—	1,575,000	—	1,575,000	1,575,000	—
		14,726,995	—	8,943,171	155,559	23,825,725	23,438,300	387,425
	Less: capitalized as a voted non-budgetary disbursement	—	—	(1,575,000)	—	(1,575,000)	(1,575,000)	—
	TOTAL 1986	$ 14,726,995	$ —	$ 7,368,171	$ 155,559	$ 22,250,725	$ 21,863,300	$ 387,425
	TOTAL 1985 (a)	$ 14,564,956	$ —	$ —	$ —	$ 14,564,956	$ 14,344,787	$ 220,169
4	Field Services							
	Salaries, wages and employee benefits	$ 17,123,409	$ —	$ 57,500	$ 487,752	$ 17,668,661	$ 16,462,950	$ 1,205,711
	Supplies and services	7,620,569	—	352,500	—	7,973,069	6,088,981	1,884,088
	Grants	8,280,400	—	1,300,000	—	9,580,400	8,526,373	1,054,027
	Purchase of fixed assets	554,131	—	90,000	—	644,131	504,707	139,424
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 33,578,509	$ —	$ 1,800,000	$ 487,752	$ 35,866,261	$ 31,583,011	$ 4,283,250
	TOTAL 1985 (a)	$ 30,808,025	$ —	$ 1,274,940	$ —	$ 32,082,965	$ 29,313,543	$ 2,769,422
5	Research and Resource Development							
	Salaries, wages and employee benefits	$ 6,414,043	$ —	$ —	$ 199,954	$ 6,613,997	$ 6,603,911	$ 10,086
	Supplies and services	1,872,837	—	—	(42,988)	1,829,849	1,727,711	102,138
	Grants	4,016,140	—	—	20,000	4,036,140	4,023,632	12,508
	Purchase of fixed assets	129,900	—	—	22,988	152,888	143,182	9,706
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 12,432,920	$ —	$ —	$ 199,954	$ 12,632,874	$ 12,498,436	$ 134,438
	TOTAL 1985 (a)	$ 12,365,990	$ —	$ —	$ —	$ 12,365,990	$ 11,983,130	$ 382,860

Statement No. 3.2 (cont'd)

AGRICULTURE
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided: Estimates	Funds Provided: Prior Year Liabilities	Funds Provided: Special Warrants	Funds Provided: Transfers	Funds Provided: Total Authorized	Expended	Unexpended (Over Expended)
7	Hail and Crop Insurance Assistance							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	10,262,638	—	204,500,000	(71,600,000)	143,162,638	52,918,255	90,244,383
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	71,600,000	71,600,000	161,600,000	(90,000,000)
		10,262,638	—	204,500,000	—	214,762,638	214,518,255	244,383
	Less: capitalized as a voted non-budgetary disbursement	—	—	(161,600,000)	—	(161,600,000)	(161,600,000)	—
	TOTAL 1986	$ 10,262,638	$ —	$ 42,900,000	$ —	$ 53,162,638	$ 52,918,255	$ 244,383
	TOTAL 1985	$ 9,042,000	$ —	$ 1,555,000	$ —	$ 10,597,000	$ 10,571,392	$ 25,608
8	Agricultural Development Lending Assistance							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	101,521,000	—	—	161,820	101,682,820	101,682,820	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 101,521,000	$ —	$ —	$ 161,820	$ 101,682,820	$ 101,682,820	$ —
	TOTAL 1985	$ 80,412,000	$ —	$ 551,718	$ —	$ 80,963,718	$ 80,747,219	$ 216,499
	Department Total 1986	$ 247,688,832	$ —	$ 230,751,891	$ 1,861,681(b)	$ 480,302,404	$ 442,303,049	$ 37,999,355
	Department Total 1985 (a)	$ 194,706,874	$ —	$ 30,316,658	$ —	$ 225,023,532	$ 214,843,408	$ 10,180,124

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 3.3

AGRICULTURE STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.1	Central Support Services							
1.1.1	Minister's office	$ 250,798					$ 247,140	
1.1.2	Deputy minister's office	178,719					148,707	
1.1.3	Surface Rights Board	1,624,438					1,657,264	
1.1.4	Farmers' advocate	299,000					275,944	
1.1.5	Financial services	1,742,507					1,764,437	
1.1.6	Personnel	653,330					680,350	
1.1.7	Communications	2,763,707					2,588,619	
1.1.8	Director - departmental services	252,181					277,791	
1.1.9	Computer services	2,852,943					2,857,567	
1.1.10	Library	344,447					332,386	
1.2	Planning and Economic Services							
1.2.1	Assistant deputy minister - planning and economics	158,488					177,273	
1.2.2	Planning secretariat	937,882					831,291	
1.2.3	Director - economic services	417,373					420,553	
1.2.4	Market analysis	718,184					735,835	
1.2.5	Statistics	405,767					403,144	
1.2.6	Production economics	515,651					476,600	
1.2.7	Farm business management	961,991					898,343	
1.2.8	Resource economics	204,969					194,489	
1.2.9	Alberta Grain Commission	243,924					232,168	
		15,526,299	$ —	$ 240,720	$ 239,574	$ 16,006,593	15,199,901	$ 806,692
2	Production Assistance							
2.1	Program Support							
2.1.1	Assistant deputy minister - production	115,700					116,848	
2.2	Animal Products							
2.2.1	Administrative support	208,761					193,045	
2.2.2	Beef cattle and sheep	2,876,004					72,582,993	
2.2.3	Swine industry	599,839					596,448	
2.2.4	Horse industry	460,471					438,907	
2.2.5	Poultry industry	677,122					668,659	
2.2.6	Dairy industry	2,173,271					2,044,353	
2.2.7	Regulatory services	2,705,111					2,680,663	
2.2.8	Dairy Control Board	510,738					482,931	
2.2.9	Feed grain market adjustment	—					34,936,424	
2.2.10	Red meat stabilization	—					42,609,588	
2.3	Animal Health							
2.3.1	Administrative support	999,611					912,835	
2.3.2	Preventive medicine	1,402,040					1,332,206	
2.3.3	Pathology	863,482					880,591	
2.3.4	Reference laboratory	1,478,564					1,478,770	
2.3.5	Meat hygiene	2,496,251					2,553,078	
2.3.6	Regional laboratories	1,223,938					1,111,300	
2.4	Plant Products							
2.4.1	Administrative support	263,241					216,425	
2.4.2	Crop protection	2,058,900					7,699,152	
2.4.3	Field crops	3,103,375					3,086,642	
2.4.4	Tree nursery and horticulture	2,957,412					2,817,549	
2.4.5	Horticulture research	2,734,942					3,596,415	
2.4.6	Soils	1,931,698					1,742,533	
2.4.7	Farm fertilizer price protection plan	21,800,000					21,778,971	
2.4.8	Financial assistance to sugar beet producers	6,000,000					—	
		59,640,471	—	178,443,000	617,022	238,700,493	206,557,326	32,143,167

Statement No. 3.3 (cont'd)

AGRICULTURE
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
3	Marketing Assistance							
3.1	Program Support							
3.1.1	Assistant deputy minister - marketing	$ 198,005					$ 210,730	
3.2	Marketing Services							
3.2.1	Administrative support	142,218					134,796	
3.2.2	Agri-food development	2,956,040					2,328,423	
3.2.3	Agricultural processing	844,257					1,431,462	
3.2.4	Business analysis	317,559					1,953,196	
3.2.5	Food laboratories	1,743,456					1,726,310	
3.2.7	Nutritive agreements	4,948,446					5,748,777	
3.2.8	Marketing council	326,770					375,923	
3.2.9	Food processing development centre	625,566					634,480	
3.2.10	Debt retirement - Alberta Pork Producers Marketing Board	—					5,547,224	
3.3	Market Development							
3.3.1	Administrative support	1,337,234					1,348,854	
3.3.2	Market development - Americas	718,755					1,436,301	
3.3.3	Market development - overseas	568,689					561,824	
		14,726,995	$ —	$ 8,943,171	$ 155,559	$ 23,825,725	23,438,300	$ 387,425
	Less: capitalized as a voted non-budgetary disbursement	—	—	(1,575,000)	—	(1,575,000)	(1,575,000)	—
		14,726,995	—	7,368,171	155,559	22,250,725	21,863,300	387,425
4	Field Services							
4.1	Program Support							
4.1.1	Assistant deputy minister - field services	168,352					151,330	
4.2	Advisory Services							
4.2.1	Lethbridge region	2,297,836					2,291,171	
4.2.2	Airdrie region	1,679,881					1,666,361	
4.2.3	Red Deer region	2,039,851					1,848,391	
4.2.4	Vermilion region	2,160,426					2,075,572	
4.2.5	Barrhead region	2,070,214					1,931,212	
4.2.6	Fairview region	2,045,598					1,974,642	
4.3	Home Economics and 4-H							
4.3.1	Administrative support	395,853					339,418	
4.3.2	4-H	1,680,214					1,665,882	
4.3.3	Home economics	4,389,572					4,114,165	
4.4	Rural Services							
4.4.1	Administrative support	770,528					666,157	
4.4.2	Agriculture service boards	4,194,404					4,045,481	
4.4.3	Agriculture development committees	401,460					298,715	
4.4.4	Agricultural societies	2,992,902					2,082,149	
4.4.5	Engineering services	2,847,829					4,580,464	
4.4.6	Educational services	894,529					761,647	
4.5	Farm Financial Management Services							
4.5.1	Computing support	555,180					381,867	
4.5.2	General support services	195,380					153,971	
4.5.3	Farm accounting assistance	67,500					23,272	
4.5.4	Farm financial counselling	840,000					241,783	
4.5.5	Management training	891,000					289,361	
		33,578,509	—	1,800,000	487,752	35,866,261	31,583,011	4,283,250

Statement No. 3.3 (cont'd)

AGRICULTURE
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
5	Research and Resource Development							
5.1	Program Support							
5.1.1	Assistant deputy minister - research and resource development	$ 175,846					$ 165,325	
5.2	Research							
5.2.1	Administrative support	290,713					265,095	
5.2.2	General departmental research	201,620					183,149	
5.2.3	Weather modification	3,712,254					3,690,247	
5.2.4	Agricultural Research Trust	250,000					250,000	
5.3	Land Use Planning							
5.3.1	Administrative support	120,929					124,536	
5.3.2	Land use	349,510					351,497	
5.3.3	Land classification	1,022,258					1,027,837	
5.3.4	Project planning	1,467,646					1,464,199	
5.3.5	Irrigation secretariat	155,727					156,727	
5.4	Soil and Water Management							
5.4.1	Administrative support	167,500					191,997	
5.4.2	Farm irrigation	1,954,593					2,026,725	
5.4.3	Drainage	777,926					802,919	
5.4.4	Conservation and development	1,786,398					1,798,183	
		12,432,920	$ —	$ —	$ 199,954	$ 12,632,874	12,498,436	$ 134,438
7	Hail and Crop Insurance Assistance							
7.0.1	Alberta Hail and Crop Insurance Corporation	10,262,638	—	204,500,000	—	214,762,638	214,518,255	244,383
	Less: capitalized as a voted non-budgetary disbursement	—	—	(161,600,000)	—	(161,600,000)	(161,600,000)	—
		10,262,638	—	42,900,000	—	53,162,638	52,918,255	244,383
8	Agricultural Development Lending Assistance							
8.0.1	Alberta Agricultural Development Corporation	101,521,000	—	—	161,820	101,682,820	101,682,820	—
	Department Total	$ 247,688,832	$ —	$ 230,751,891	$ 1,861,681(a)	$ 480,302,404	$ 442,303,049	$ 37,999,355

(a) Transferred from the salary contingency fund.

Statement No. 3.4

AGRICULTURE
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada	$11,633,965	$ 110,209
Fees, Permits and Licences:		
Brand inspection	571,298	603,037
Soil and feed testing	164,675	164,199
Livestock water program	147,204	150,302
Record of performance	86,474	72,487
Dairy laboratory testing	80,878	84,450
Swine breeding	80,634	84,629
Other	267,945	235,365
	1,399,108	1,394,469
Other Revenue:		
Refunds of expenditure:		
Dairy Control Act	415,950	474,434
Previous years' refunds	413,232	773,669
Other	65,985	160,102
Sales of assets	92,985	162,749
Miscellaneous	61,900	154,014
	1,050,052	1,724,968
Total revenue	$14,083,125	$ 3,229,646

SECTION 4

1985-86
PUBLIC ACCOUNTS

ATTORNEY GENERAL

Departmental Support Services
Court Services
Legal Services
Support for Legal Aid
Protection and Administration of Property Rights
Fatality Inquiries
Crimes Compensation
Public Utilities Regulation
Gaming Control and Licensing

The Ministry provides legal services to the Government and the various Government departments and is responsible for the administration of justice and enforcement of laws within the Province.

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4.2	Expenditure by Program and Object	4.3
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4.4	Revenue	4.7

Statement No. 4.1

ATTORNEY GENERAL STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services	$ 7,905,545	$ —	$ —	$ 159,338	$ 8,064,883	$ 6,950,357	$ 1,114,526
2	Court Services							
2.1	Court Support Services	10,387,810	—	—	199,789	10,587,599	9,908,370	679,229
2.2	Court Operations	48,852,130	—	—	1,090,995	49,943,125	47,917,762	2,025,363
		59,239,940	—	—	1,290,784	60,530,724	57,826,132	2,704,592
3	Legal Services	25,795,757	—	2,627,780	668,834	29,092,371	27,791,566	1,300,805
4	Support for Legal Aid	10,998,000	—	—	—	10,998,000	10,998,000	—
5	Protection and Administration of Property Rights							
5.1	Public Trustee	5,902,210	—	—	140,211	6,042,421	5,739,725	302,696
5.2	Central Registry	4,247,148	—	—	75,564	4,322,712	4,149,438	173,274
5.3	Land Titles	10,653,320	—	—	229,780	10,883,100	9,923,020	960,080
5.4	Land Compensation	467,500	—	—	3,837	471,337	337,927	133,410
		21,270,178	—	—	449,392	21,719,570	20,150,110	1,569,460
6	Fatality Inquiries	3,895,340	—	—	37,972	3,933,312	3,849,784	83,528
7	Crimes Compensation	1,466,736	—	—	1,532	1,468,268	958,532	509,736
8	Public Utilities Regulation	3,336,430	—	—	50,377	3,386,807	2,761,351	625,456
9	Gaming Control and Licensing	433,900	—	—	5,710	439,610	342,230	97,380
	TOTAL 1986	$ 134,341,826	$ —	$ 2,627,780	$ 2,663,939(b)	$ 139,633,545	$ 131,628,062	$ 8,005,483
	TOTAL 1985 (a)	$ 129,062,153	$ —	$ 250,000	$ —	$ 129,312,153	$ 122,741,310	$ 6,570,843

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 4.2

ATTORNEY GENERAL STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 5,450,520	$ —	$ —	$ 159,338	$ 5,609,858	$ 5,224,148	$ 385,710
	Supplies and services	2,227,060	—	—	(89,380)	2,137,680	1,474,778	662,902
	Grants	5,000	—	—	—	5,000	—	5,000
	Purchase of fixed assets	157,165	—	—	89,380	246,545	205,318	41,227
	Other	65,800	—	—	—	65,800	46,113	19,687
	TOTAL 1986	$ 7,905,545	$ —	$ —	$ 159,338	$ 8,064,883	$ 6,950,357	$ 1,114,526
	TOTAL 1985	$ 8,083,730	$ —	$ —	$ —	$ 8,083,730	$ 6,517,761	$ 1,565,969
2	Court Services							
	Salaries, wages and employee benefits	$ 40,615,520	$ —	$ —	$ 1,290,784	$ 41,906,304	$ 41,161,307	$ 744,997
	Supplies and services	17,877,170	—	—	(1,149,402)	16,727,768	14,911,751	1,816,017
	Grants	287,900	—	—	—	287,900	282,400	5,500
	Purchase of fixed assets	459,350	—	—	1,149,402	1,608,752	1,470,674	138,078
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 59,239,940	$ —	$ —	$ 1,290,784	$ 60,530,724	$ 57,826,132	$ 2,704,592
	TOTAL 1985 (a)	$ 56,047,980	$ —	$ —	$ —	$ 56,047,980	$ 54,615,935	$ 1,432,045
3	Legal Services							
	Salaries, wages and employee benefits	$ 17,725,220	$ —	$ 637,560	$ 668,834	$ 19,031,614	$ 18,356,843	$ 674,771
	Supplies and services	7,597,277	—	1,648,220	(32,388)	9,213,109	8,678,179	534,930
	Grants	393,760	—	—	—	393,760	393,760	—
	Purchase of fixed assets	79,500	—	342,000	32,388	453,888	362,784	91,104
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 25,795,757	$ —	$ 2,627,780	$ 668,834	$ 29,092,371	$ 27,791,566	$ 1,300,805
	TOTAL 1985 (a)	$ 24,686,180	$ —	$ —	$ —	$ 24,686,180	$ 23,565,120	$ 1,121,060
4	Support for Legal Aid							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	10,998,000	—	—	—	10,998,000	10,998,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 10,998,000	$ —	$ —	$ —	$ 10,998,000	$ 10,998,000	$ —
	TOTAL 1985	$ 11,168,000	$ —	$ —	$ —	$ 11,168,000	$ 11,168,000	$ —
5	Protection and Administration of Property Rights							
	Salaries, wages and employee benefits	$ 16,059,890	$ —	$ —	$ 449,392	$ 16,509,282	$ 15,541,722	$ 967,560
	Supplies and services	5,056,353	—	—	(449,100)	4,607,253	4,125,923	481,330
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	153,935	—	—	449,100	603,035	482,465	120,570
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 21,270,178	$ —	$ —	$ 449,392	$ 21,719,570	$ 20,150,110	$ 1,569,460
	TOTAL 1985	$ 20,526,835	$ —	$ —	$ —	$ 20,526,835	$ 19,584,986	$ 941,849

ATTORNEY GENERAL
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Fatality Inquiries							
	Salaries, wages and employee benefits	$ 1,916,950	$ —	$ —	$ (12,028)	$ 1,904,922	$ 1,840,198	$ 64,724
	Supplies and services	1,952,540	—	—	(45,810)	1,906,730	1,892,130	14,600
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	25,850	—	—	95,810	121,660	117,456	4,204
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 3,895,340	$ —	$ —	$ 37,972	$ 3,933,312	$ 3,849,784	$ 83,528
	TOTAL 1985	$ 3,648,010	$ —	$ —	$ —	$ 3,648,010	$ 3,237,819	$ 410,191
7	Crimes Compensation							
	Salaries, wages and employee benefits	$ 60,010	$ —	$ —	$ 1,532	$ 61,542	$ 59,473	$ 2,069
	Supplies and services	154,080	—	—	—	154,080	101,595	52,485
	Grants	1,252,646	—	—	—	1,252,646	797,464	455,182
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 1,466,736	$ —	$ —	$ 1,532	$ 1,468,268	$ 958,532	$ 509,736
	TOTAL 1985	$ 1,027,950	$ —	$ 250,000	$ —	$ 1,277,950	$ 1,129,776	$ 148,174
8	Public Utilities Regulation							
	Salaries, wages and employee benefits	$ 2,555,930	$ —	$ —	$ 50,377	$ 2,606,307	$ 2,251,590	$ 354,717
	Supplies and services	761,500	—	—	(151,000)	610,500	345,663	264,837
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	19,000	—	—	151,000	170,000	164,098	5,902
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 3,336,430	$ —	$ —	$ 50,377	$ 3,386,807	$ 2,761,351	$ 625,456
	TOTAL 1985	$ 3,443,188	$ —	$ —	$ —	$ 3,443,188	$ 2,590,390	$ 852,798
9	Gaming Control and Licensing							
	Salaries, wages and employee benefits	$ 241,150	$ —	$ —	$ 5,710	$ 246,860	$ 228,276	$ 18,584
	Supplies and services	192,750	—	—	—	192,750	113,954	78,796
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 433,900	$ —	$ —	$ 5,710	$ 439,610	$ 342,230	$ 97,380
	TOTAL 1985	$ 430,280	$ —	$ —	$ —	$ 430,280	$ 331,523	$ 98,757
	Department Total 1986	$ 134,341,826	$ —	$ 2,627,780	$ 2,663,939(b)	$ 139,633,545	$ 131,628,062	$ 8,005,483
	Department Total 1985 (a)	$ 129,062,153	$ —	$ 250,000	$ —	$ 129,312,153	$ 122,741,310	$ 6,570,843

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.
(b) Transferred from the salary contingency fund.

Statement No. 4.3

ATTORNEY GENERAL STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.0.1	Minister's office	$ 242,920					$ 227,221	
1.0.2	Deputy minister's office	322,110					287,468	
1.0.3	Administrative services	2,316,105					2,149,036	
1.0.4	Planning, research and development	913,280					607	
1.0.5	Executive management	702,520					518,841	
1.0.6	Personnel	1,118,380					1,042,712	
1.0.7	Finance	2,290,230					1,792,724	
1.0.8	Planning and policy coordination	—					307,413	
1.0.9	Systems and information services	—					624,335	
		7,905,545	$ —	$ —	$ 159,338	$ 8,064,883	6,950,357	$ 1,114,526
2	Court Services							
2.1	Court Support Services							
2.1.1	General administration	2,039,250					1,924,916	
2.1.2	Central reporting services	738,310					725,903	
2.1.3	Chief provincial judge's office	493,550					397,224	
2.1.4	Law libraries	2,696,790					2,623,768	
2.1.5	Justices of the peace	71,970					60,431	
2.1.6	Court system improvements	4,347,940					4,176,129	
2.2	Court Operations							
2.2.1	Calgary	15,193,830					14,814,198	
2.2.2	Edmonton	17,391,790					16,823,019	
2.2.3	Grande Prairie	1,542,020					1,450,081	
2.2.4	Lethbridge	2,254,690					2,333,131	
2.2.5	Red Deer	2,147,140					2,346,257	
2.2.6	Drumheller	408,720					411,993	
2.2.7	Fort Macleod	441,920					478,650	
2.2.8	Hanna	84,630					75,984	
2.2.9	Medicine Hat	1,161,340					1,122,804	
2.2.10	Peace River	929,930					922,198	
2.2.11	Vegreville	340,990					309,208	
2.2.12	Wetaskiwin	795,800					880,792	
2.2.13	Fort McMurray	879,800					747,194	
2.2.14	St. Paul	520,580					554,055	
2.2.15	Hinton	410,350					381,159	
2.2.16	Stony Plain	711,430					693,070	
2.2.17	Sherwood Park	489,230					510,387	
2.2.18	St. Albert	1,286,790					1,161,327	
2.2.19	Fort Saskatchewan	329,840					312,539	
2.2.20	Canmore	282,700					288,307	
2.2.21	High Prairie	271,620					296,012	
2.2.22	Vermilion	298,600					309,003	
2.2.23	Camrose	290,140					276,169	
2.2.24	Leduc	388,250					420,224	
		59,239,940	—	—	1,290,784	60,530,724	57,826,132	2,704,592
3	Legal Services							
3.0.1	Crown Counsel	14,501,297					16,288,402	
3.0.2	Legal research and analysis	286,080					304,608	
3.0.3	Law reform (University of Alberta)	362,600					362,600	
3.0.4	Legislative Counsel	1,314,850					1,296,094	
3.0.5	Civil law division	7,238,190					7,269,746	
3.0.6	Gaming control	1,321,500					1,354,656	
3.0.7	Constitutional and energy law	653,510					850,180	
3.0.8	Board of review	117,730					65,280	
		25,795,757	—	2,627,780	668,834	29,092,371	27,791,566	1,300,805

Statement No. 4.3 (cont'd)

ATTORNEY GENERAL
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4	Support for Legal Aid							
4.0.1	Legal aid plan	$ 10,998,000	$ —	$ —	$ —	$ 10,998,000	$ 10,998,000	$ —
5	Protection and Administration of Property Rights							
5.1	Public Trustee							
5.1.1	Public trustee office - Calgary	1,503,670					1,526,981	
5.1.2	Public trustee office - Edmonton	4,398,540					4,212,745	
5.2	Central Registry							
5.2.1	Personal property registration	4,247,148					4,149,438	
5.3	Land Titles							
5.3.1	Land titles - Calgary	4,336,520					3,804,363	
5.3.2	Land titles - Edmonton	6,316,800					6,118,657	
5.4	Land Compensation							
5.4.1	Land Compensation Board	467,500					337,926	
		21,270,178	—	—	449,392	21,719,570	20,150,110	1,569,460
6	Fatality Inquiries							
6.0.1	Medical examiner - Calgary	2,055,510					1,952,795	
6.0.2	Medical examiner - Edmonton	1,839,830					1,896,989	
		3,895,340	—	—	37,972	3,933,312	3,849,784	83,528
7	Crimes Compensation							
7.0.1	Crimes Compensation Board	1,466,736	—	—	1,532	1,468,268	958,532	509,736
8	Public Utilities Regulation							
8.0.1	Public Utilities Board	3,336,430	—	—	50,377	3,386,807	2,761,351	625,456
9	Gaming Control and Licensing							
9.0.1	Alberta Gaming Commission	433,900	—	—	5,710	439,610	342,230	97,380
	Department Total	$ 134,341,826	$ —	$ 2,627,780	$ 2,663,939(a)	$ 139,633,545	$ 131,628,062	$ 8,005,483

(a) Transferred from the salary contingency fund.

ATTORNEY GENERAL
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada:		
Legal aid	$ 4,693,079	$ 4,563,749
Other	234,060	233,750
	4,927,139	4,797,499
Fees, Permits and Licences:		
Land titles	20,658,739	18,836,393
Clerks of the Court Act	3,263,937	3,423,753
Public Trustee Act	2,313,317	2,782,462
Central registry	1,603,128	1,404,926
Lottery licences	1,536,396	1,369,401
Sheriffs' Act	1,080,703	1,257,970
Registrar's Assurance Fund	898,830	1,240,109
Other	1,819,032	303,159
	33,174,082	30,618,173
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	131,781	127,468
Salaries and expenses	98,690	103,992
Statute fines	18,209,545	19,547,906
Miscellaneous	344,832	1,549,454
	18,784,848	21,328,820
Total revenue	$56,886,069	$56,744,492

SECTION 5

1985-86
PUBLIC ACCOUNTS

CONSUMER AND CORPORATE AFFAIRS

Departmental Support Services
Consumer Services
Business Registration and Regulation
Regulation of Securities Markets
Financial Assistance to Major Exhibitions and Fairs

The Ministry is responsible for the development and management of programs designed to advise consumers of their rights and responsibilities, and foster the orderly development of business activity in a marketplace assured of fair standards of commercial endeavour. In addition, the Ministry is responsible for the funding of major exhibitions and fairs through the issuance of capital and operating grants, and for the administration of the Interprovincial Lottery Act.

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5.2	Expenditure by Program and Object	5.3
5.3	Expenditure by Element	5.4
5.4	Revenue	5.6

Statement No. 5.1

CONSUMER AND CORPORATE AFFAIRS STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.1	Central Support Services	$ 5,545,905	$ —	$ —	$ 85,114	$ 5,631,019	$ 4,852,255	$ 778,764
1.2	Regional Delivery	4,496,265	—	—	122,994	4,619,259	4,442,038	177,221
		10,042,170	—	—	208,108	10,250,278	9,294,293	955,985
2	Consumer Services	734,875	—	—	12,269	747,144	645,843	101,301
3	Business Registration and Regulation							
3.1	Registration and Regulation of Financial Institutions	1,087,230	—	—	18,722	1,105,952	968,070	137,882
3.2	Registration and Regulation of Businesses	3,461,545	—	—	90,329	3,551,874	3,106,390	445,484
3.3	Regulation of Automobile Insurance Premiums	140,800	—	—	2,045	142,845	108,013	34,832
		4,689,575	—	—	111,096	4,800,671	4,182,473	618,198
4	Regulation of Securities Markets	2,741,600	—	—	59,534	2,801,134	2,562,637	238,497
5	Financial Assistance to Major Exhibitions and Fairs							
5.1	Financial Assistance - Operating Support	2,811,305	—	—	—	2,811,305	2,709,498	101,807
5.2	Financial Assistance - Capital Support	3,689,135	—	—	—	3,689,135	3,011,601	677,534
		6,500,440	—	—	—	6,500,440	5,721,099	779,341
	TOTAL 1986	$ 24,708,660	$ —	$ —	$ 391,007(a)	$ 25,099,667	$ 22,406,345	$ 2,693,322
	TOTAL 1985	$ 25,436,795	$ —	$ 500,000	$ —	$ 25,936,795	$ 22,436,507	$ 3,500,288

(a) Transferred from the salary contingency fund.

Statement No. 5.2

CONSUMER AND CORPORATE AFFAIRS STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 6,997,835	$ —	$ —	$ 207,871	$ 7,205,706	$ 6,866,444	$ 339,262
	Supplies and services	2,706,085	—	—	(15,000)	2,691,085	2,077,243	613,842
	Grants	50,500	—	—	—	50,500	50,500	—
	Purchase of fixed assets	246,950	—	—	15,000	261,950	259,069	2,881
	Other	40,800	—	—	237	41,037	41,037	—
	TOTAL 1986	$ 10,042,170	$ —	$ —	$ 208,108	$ 10,250,278	$ 9,294,293	$ 955,985
	TOTAL 1985 (a)	$ 10,174,790	$ —	$ —	$ —	$ 10,174,790	$ 8,960,845	$ 1,213,945
2	Consumer Services							
	Salaries, wages and employee benefits	$ 369,840	$ —	$ —	$ 12,269	$ 382,109	$ 352,979	$ 29,130
	Supplies and services	364,035	—	—	—	364,035	292,300	71,735
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	1,000	—	—	—	1,000	564	436
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 734,875	$ —	$ —	$ 12,269	$ 747,144	$ 645,843	$ 101,301
	TOTAL 1985	$ 642,055	$ —	$ —	$ —	$ 642,055	$ 587,155	$ 54,900
3	Business Registration and Regulation							
	Salaries, wages and employee benefits	$ 3,367,910	$ —	$ —	$ 111,096	$ 3,479,006	$ 3,235,351	$ 243,655
	Supplies and services	1,300,865	—	—	—	1,300,865	926,858	374,007
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	20,800	—	—	—	20,800	20,264	536
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 4,689,575	$ —	$ —	$ 111,096	$ 4,800,671	$ 4,182,473	$ 618,198
	TOTAL 1985 (a)	$ 4,523,380	$ —	$ 500,000	$ —	$ 5,023,380	$ 4,211,507	$ 811,873
4	Regulation of Securities Markets							
	Salaries, wages and employee benefits	$ 2,047,920	$ —	$ —	$ 59,534	$ 2,107,454	$ 1,965,408	$ 142,046
	Supplies and services	689,080	—	—	—	689,080	597,229	91,851
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	4,600	—	—	—	4,600	—	4,600
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 2,741,600	$ —	$ —	$ 59,534	$ 2,801,134	$ 2,562,637	$ 238,497
	TOTAL 1985	$ 2,810,570	$ —	$ —	$ —	$ 2,810,570	$ 2,559,669	$ 250,901
5	Financial Assistance to Major Exhibitions and Fairs							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	6,500,440	—	—	—	6,500,440	5,721,099	779,341
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 6,500,440	$ —	$ —	$ —	$ 6,500,440	$ 5,721,099	$ 779,341
	TOTAL 1985	$ 7,286,000	$ —	$ —	$ —	$ 7,286,000	$ 6,117,331	$ 1,168,669
	Department Total 1986	$ 24,708,660	$ —	$ —	$ 391,007(b)	$ 25,099,667	$ 22,406,345	$ 2,693,322
	Department Total 1985	$ 25,436,795	$ —	$ 500,000	$ —	$ 25,936,795	$ 22,436,507	$ 3,500,288

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 5.3

CONSUMER AND CORPORATE AFFAIRS STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.1	Central Support Services							
1.1.1	Minister's office	$ 188,260					$ 183,227	
1.1.2	Executive management	652,500					493,223	
1.1.3	Financial services	309,490					337,788	
1.1.4	Personnel and staff development	267,610					278,339	
1.1.5	Research and planning	158,900					147,047	
1.1.6	Audit	427,810					334,685	
1.1.7	Administrative services	804,175					1,152,383	
1.1.8	Information systems	2,689,150					1,770,388	
1.1.9	Communications	48,010					155,176	
1.2	Regional Delivery							
1.2.1	Administration	92,625					91,474	
1.2.2	Calgary regional office	1,342,300					1,357,929	
1.2.3	Edmonton regional office	1,425,630					1,403,024	
1.2.4	Fort McMurray regional office	205,550					157,643	
1.2.5	Lethbridge regional office	551,470					544,159	
1.2.6	Peace River regional office	397,910					407,449	
1.2.7	Red Deer regional office	480,780					480,359	
		10,042,170	$ —	$ —	$ 208,108	$ 10,250,278	9,294,293	$ 955,985
2	Consumer Services							
2.0.1	Consumer education	514,280					400,346	
2.0.2	Resource centre	220,595	—				245,497	
		734,875	—	—	12,269	747,144	645,843	101,301
3	Business Registration and Regulation							
3.1	Registration and Regulation of Financial Institutions							
3.1.1	Executive director of financial institutions	92,670					86,094	
3.1.2	Regulation of insurance industries	141,650					146,485	
3.1.3	Regulation of credit unions	712,850					591,098	
3.1.4	Registration and regulation of trust companies	140,060					144,393	
3.2	Registration and Regulation of Businesses							
3.2.1	Regulation of real estate	138,810					143,295	
3.2.2	Licensing	387,840					349,042	
3.2.3	Standards development	94,820					91,991	
3.2.4	Credit and collection regulation and debt counselling	112,195					116,844	
3.2.6	Business incorporation and registration	2,663,100					2,346,671	
3.2.7	Regulation of cooperatives	64,780					58,547	
3.3	Regulation of Automobile Insurance Premiums							
3.3.1	Automobile Insurance Board	140,800					108,013	
		4,689,575	—	—	111,096	4,800,671	4,182,473	618,198

Statement No. 5.3 (cont'd)

CONSUMER AND CORPORATE AFFAIRS
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4	Regulation of Securities Markets							
4.0.1	Administrative support	$ 1,258,890					$ 1,162,137	
4.0.2	Registrar of security dealers	104,230					96,593	
4.0.3	Investigations	502,630					456,842	
4.0.4	Security analysis	875,850	—				847,065	
		2,741,600	$ —	$ —	$ 59,534	$ 2,801,134	2,562,637	$ 238,497
5	Financial Assistance to Major Exhibitions and Fairs							
5.1	Financial Assistance - Operating Support							
5.1.1	Operating grants	900,000					900,000	
5.1.2	Pari mutuel rebates - operating	1,911,305					1,809,498	
5.2	Financial Assistance - Capital Support							
5.2.1	Capital grants	1,300,000					454,444	
5.2.2	Pari mutuel rebates - capital	2,389,135					2,557,157	
		6,500,440	—	—	—	6,500,440	5,721,099	779,341
	Department Total	$ 24,708,660	$ —	$ —	$ 391,007(a)	$ 25,099,667	$ 22,406,345	$ 2,693,322

(a) Transferred from the salary contingency fund.

Statement No. 5.4

CONSUMER AND CORPORATE AFFAIRS REVENUE FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Fees, Permits and Licences:		
Business Corporations Act	$5,520,164	$5,923,161
Alberta Securities Commission	615,599	531,528
Insurance companies	353,148	322,758
Credit union examination	276,645	269,892
Licensing of Trades and Businesses Act	153,231	172,136
Real estate agents	51,570	96,000
Other	79,429	78,726
	7,049,786	7,394,201
Other Revenue:		
Refunds of expenditure	64,496	4,211
Miscellaneous	31,795	13,561
	96,291	17,772
Total revenue	$7,146,077	$7,411,973

SECTION 6

1985-86
PUBLIC ACCOUNTS

CULTURE

- Departmental Support Services
- Cultural Development
- Historical Resources Development
- 75th Anniversary Celebrations
- Heritage Development
- Culture Revolving Fund

The Ministry is responsible for the development and support of cultural programs and services, and the restoration and conservation of historical resources.

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Statement No. 6.1

CULTURE
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services	$ 3,191,499	$ —	$ —	$ 67,138	$ 3,258,637	$ 3,249,835	$ 8,802
2	Cultural Development							
2.1	Program Support	253,865	—	—	53,734	307,599	300,587	7,012
2.2	Visual Arts	1,897,381	—	—	16,103	1,913,484	1,889,806	23,678
2.3	Performing Arts	6,777,006	—	—	76,440	6,853,446	6,843,418	10,028
2.4	Film and Literary Arts	780,919	—	200,000	15,492	996,411	944,286	52,125
2.5	Library Services	11,893,463	—	—	69,685	11,963,148	11,907,934	55,214
2.6	Cultural Facilities	1,721,579	—	—	(10,168)	1,711,411	1,626,898	84,513
2.7	Film Censorship	221,416	—	—	6,912	228,328	218,310	10,018
2.8	Major Cultural Facilities Development	7,053,329	—	—	(104,931)	6,948,398	5,273,895	1,674,503
		30,598,958	—	200,000	123,267	30,922,225	29,005,134	1,917,091
3	Historical Resources Development							
3.1	Management and Operations	16,031,075	—	—	282,204	16,313,279	16,103,742	209,537
3.2	Historical Facility Development	4,088,723	—	—	(27,085)	4,061,638	3,892,080	169,558
3.3	Financial Assistance for Heritage Preservation	3,916,890	—	—	1,142	3,918,032	3,916,902	1,130
		24,036,688	—	—	256,261	24,292,949	23,912,724	380,225
4	75th Anniversary Celebrations	—	—	—	—	—	—	—
5	Heritage Development	1,802,312	—	—	14,929	1,817,241	1,812,799	4,442
		59,629,457	—	200,000	461,595	60,291,052	57,980,492	2,310,560
	STATUTORY APPROPRIATIONS							
	Culture Revolving Fund	(22,000)	—	—	—	(22,000)	2,317	(24,317)
	TOTAL 1986	$ 59,607,457	$ —	$ 200,000	$ 461,595(a)	$ 60,269,052	$ 57,982,809	$ 2,286,243
	TOTAL 1985	$ 70,755,524	$ —	$ 600,000	$ —	$ 71,355,524	$ 66,728,713	$ 4,626,811

(a) Transferred from the salary contingency fund.

Statement No. 6.2

CULTURE
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 2,203,767	$ —	$ —	$ 67,138	$ 2,270,905	$ 2,262,993	$ 7,912
	Supplies and services	944,932	—	—	(25,772)	919,160	918,343	817
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	2,000	—	—	25,536	27,536	27,463	73
	Other	40,800	—	—	236	41,036	41,036	—
	TOTAL 1986	$ 3,191,499	$ —	$ —	$ 67,138	$ 3,258,637	$ 3,249,835	$ 8,802
	TOTAL 1985	$ 3,172,068	$ —	$ —	$ —	$ 3,172,068	$ 3,150,803	$ 21,265
2	Cultural Development							
	Salaries, wages and employee benefits	$ 4,031,174	$ —	$ —	$ 123,267	$ 4,154,441	$ 4,026,790	$ 127,651
	Supplies and services	2,053,601	—	—	—	2,053,601	1,977,196	76,405
	Grants	24,006,220	—	200,000	—	24,206,220	22,528,546	1,677,674
	Purchase of fixed assets	507,963	—	—	—	507,963	472,602	35,361
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 30,598,958	$ —	$ 200,000	$ 123,267	$ 30,922,225	$ 29,005,134	$ 1,917,091
	TOTAL 1985 (a)	$ 40,470,651	$ —	$ —	$ —	$ 40,470,651	$ 37,455,424	$ 3,015,227
3	Historical Resources Development							
	Salaries, wages and employee benefits	$ 10,339,691	$ —	$ —	$ 256,261	$ 10,595,952	$ 10,393,007	$ 202,945
	Supplies and services	8,942,344	—	—	9,500	8,951,844	8,805,297	146,547
	Grants	3,917,709	—	—	—	3,917,709	3,916,845	864
	Purchase of fixed assets	836,944	—	—	(10,500)	826,444	796,772	29,672
	Other	—	—	—	1,000	1,000	803	197
	TOTAL 1986	$ 24,036,688	$ —	$ —	$ 256,261	$ 24,292,949	$ 23,912,724	$ 380,225
	TOTAL 1985	$ 25,710,287	$ —	$ —	$ —	$ 25,710,287	$ 23,970,004	$ 1,740,283

Statement No. 6.2 (cont'd)

CULTURE
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4	75th Anniversary Celebrations							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	TOTAL 1985	$ 114,725	$ —	$ 600,000	$ —	$ 714,725	$ 714,725	$ —
5	Heritage Development							
	Salaries, wages and employee benefits	$ 476,156	$ —	$ —	$ 30,137	$ 506,293	$ 506,292	$ 1
	Supplies and services	449,402	—	—	(15,208)	434,194	433,483	711
	Grants	856,754	—	—	—	856,754	853,438	3,316
	Purchase of fixed assets	20,000	—	—	—	20,000	19,586	414
	Other	—	—	—	—	—	—	—
	Total 1986	$ 1,802,312	$ —	$ —	$ 14,929	$ 1,817,241	$ 1,812,799	$ 4,442
	Total 1985 (a)	$ 1,270,593	$ —	$ —	$ —	$ 1,270,593	$ 1,306,100	$ (35,507)
	Total Voted 1986	$ 59,629,457	$ —	$ 200,000	$ 461,595	$ 60,291,052	$ 57,980,492	$ 2,310,560
	Total Voted 1985	$ 70,738,324	$ —	$ 600,000	$ —	$ 71,338,324	$ 66,597,056	$ 4,741,268
	STATUTORY APPROPRIATIONS							
	Culture Revolving Fund							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	4,000	—	—	—	4,000	1,866	2,134
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	1,000	—	—	—	1,000	2,234	(1,234)
	Other	(27,000)	—	—	—	(27,000)	(1,783)	(25,217)
	Total Statutory 1986	$ (22,000)	$ —	$ —	$ —	$ (22,000)	$ 2,317	$ (24,317)
	Total Statutory 1985	$ 17,200	$ —	$ —	$ —	$ 17,200	$ 131,657	$ (114,457)
	Department Total 1986	$ 59,607,457	$ —	$ 200,000	$ 461,595(b)	$ 60,269,052	$ 57,982,809	$ 2,286,243
	Department Total 1985	$ 70,755,524	$ —	$ 600,000	$ —	$ 71,355,524	$ 66,728,713	$ 4,626,811

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 6.3

CULTURE
STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided: Estimates	Funds Provided: Prior Year Liabilities	Funds Provided: Special Warrants	Funds Provided: Transfers	Funds Provided: Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
1.0.1	Minister's office	$ 229,366					$ 248,109	
1.0.2	Deputy minister's office	199,763					199,281	
1.0.3	Financial services	765,474					837,496	
1.0.4	Personnel	299,958					295,077	
1.0.5	Communications	168,297					195,567	
1.0.6	Departmental library	134,764					132,578	
1.0.7	Records management	92,588					95,026	
1.0.8	Financial planning and management	569,481					527,058	
1.0.9	Field services and special programs	731,808					719,643	
		3,191,499	$ —	$ —	$ 67,138	$ 3,258,637	3,249,835	$ 8,802
2	Cultural Development							
2.1	Program Support							
2.1.1	Administrative support	253,865					300,587	
2.2	Visual Arts							
2.2.1	Administrative support	980,578					995,198	
2.2.2	Financial assistance	745,600					728,679	
2.2.3	Workshops and development	99,349					98,834	
2.2.4	Exposure	71,854					67,095	
2.3	Performing Arts							
2.3.1	Administrative support	921,312					949,734	
2.3.2	Financial assistance	4,222,009					4,252,390	
2.3.3	Workshops and development	608,683					652,497	
2.3.4	Exposure	1,010,002					974,798	
2.3.5	Major productions	15,000					14,000	
2.4	Film and Literary Arts							
2.4.1	Administrative support	340,117					311,332	
2.4.2	Financial assistance	374,717					579,449	
2.4.3	Workshops and development	66,085					53,506	
2.5	Library Services							
2.5.1	Administrative support	228,387					241,762	
2.5.2	Financial assistance	10,464,524					10,544,690	
2.5.3	Workshops and development	272,704					283,538	
2.5.4	Alberta Library Board	77,215					76,855	
2.5.5	Bibliographic services	850,633					761,089	
2.6	Cultural Facilities							
2.6.1	Northern Alberta Jubilee Auditorium	766,995					752,566	
2.6.2	Southern Alberta Jubilee Auditorium	954,584					874,332	
2.7	Film Censorship							
2.7.1	Film censorship	221,416					218,310	
2.8	Major Cultural Facilities Development							
2.8.1	Administrative support	799,292					756,202	
2.8.2	Financial assistance	6,254,037					4,517,691	
		30,598,958	—	200,000	123,267	30,922,225	29,005,134	1,917,091

Statement No. 6.3 (cont'd)

CULTURE
STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
3	Historical Resources Development							
3.1	Management and Operations							
3.1.1	Program support	$ 442,183					$ 459,744	
3.1.2	Archaeological survey	1,173,691					1,151,239	
3.1.3	Provincial archives	923,454					900,282	
3.1.4	Historic sites preservation	5,846,445					6,002,755	
3.1.5	Provincial Museum	4,271,086					4,355,675	
3.1.6	Tyrell Museum of Paleontology	3,020,142					2,887,986	
3.1.7	Reynolds Alberta Museum	354,074					346,060	
3.2	Historical Facility Development							
3.2.2	Historic sites preservation	1,815,728					1,699,288	
3.2.3	Tyrell Museum of Paleontology	2,070,686					2,039,123	
3.2.4	Reynolds Alberta Museum	202,309					153,670	
3.3	Financial Assistance for Heritage Preservation							
3.3.1	Grants for heritage preservation	1,255,757					1,255,769	
3.3.2	Alberta Historic Foundation	50,000					50,000	
3.3.3	Glenbow Alberta Institute	2,611,133					2,611,133	
		24,036,688	$ —	$ —	$ 256,261	$ 24,292,949	23,912,724	$ 380,225
4	75th Anniversary Celebrations							
4.0.1	Canadian encyclopedia	—	—	—	—	—	—	—
5	Heritage Development							
5.0.1	Administrative support	759,067					812,395	
5.0.2	Financial assistance	762,309					759,901	
5.0.3	Exposure	280,936					240,503	
		1,802,312	—	—	14,929	1,817,241	1,812 799	4,442
		59,629,457	—	200,000	461,595	60,291,052	57,980,492	2,310,560
	STATUTORY APPROPRIATIONS							
	Culture Revolving Fund	(22,000)	—	—	—	(22,000)	2,317	(24,317)
	Department Total	$ 59,607,457	$ —	$ 200,000	$ 461,595(a)	$ 60,269,052	$ 57,982,809	$ 2,286,243

(a) Transferred from the salary contingency fund.

Statement No. 6.4

CULTURE
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada:		
National Museum core funding	$ 187,000	$ 187,000
Other	39,290	62,700
	226,290	249,700
Fees, Permits and Licences:		
Cultural development	13,240	18,017
Other	67,261	48,672
	80,501	66,689
Other Revenue:		
Refunds of expenditure	19,730	18,422
Miscellaneous:		
Jubilee Auditoriums	1,219,435	1,087,751
Other	10,890	16,313
	1,250,055	1,122,486
Total revenue	$1,556,846	$1,438,875

SECTION 7

1985-86
PUBLIC ACCOUNTS

ECONOMIC DEVELOPMENT

Economic Development and International Trade
Financing - Economic Development Projects
International Assistance
Financial Assistance to Alberta Business
Alberta Heritage Fund Small Business and
  Farm Interest Shielding Program

The Ministry is responsible for the implementation of the economic strategy of the Government of Alberta.

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Statement No. 7.1

ECONOMIC DEVELOPMENT STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Economic Development and International Trade							
1.1	Program Support	$ 3,008,170	$ —	$ 119,000	$ 322,131	$ 3,449,301	$ 3,419,610	$ 29,691
1.2	Planning and Services	5,008,000	—	350,000	(46,726)	5,311,274	4,938,331	372,943
1.3	Development of Industrial Programs	4,684,210	—	861,500	(55,222)	5,490,488	5,155,514	334,974
1.4	International Trade	8,900,200	—	872,000	67,183	9,839,383	8,937,238	902,145
1.5	Small Business	4,161,940	—	1,400,000	67,213	5,629,153	5,452,170	176,983
		25,762,520	—	3,602,500	354,579	29,719,599	27,902,863	1,816,736
2	Financing - Economic Development Projects							
2.1	Railway Relocation	—	—	3,410,000	—	3,410,000	3,360,000	50,000
2.2	Grain Handling - Storage Facilities	425,000	—	—	—	425,000	7,327	417,673
2.3	High Technology	5,676,156	—	—	—	5,676,156	3,335,602	2,340,554
2.4	Intermodal Distribution System	—	—	20,496,000	—	20,496,000	20,102,230	393,770
2.5	Forest Products	—	—	7,000,000	—	7,000,000	4,600,000	2,400,000
		6,101,156	—	30,906,000	—	37,007,156	31,405,159	5,601,997
	Less: capitalized as a voted non-budgetary disbursement	(5,986,156)	—	(27,000,000)	—	(32,986,156)	(27,845,602)	(5,140,554)
		115,000	—	3,906,000	—	4,021,000	3,559,557	461,443
3	International Assistance	7,109,300	—	167,817	3,560	7,280,677	7,279,914	763
4	Financial Assistance to Alberta Business							
4.1	Financial Assistance via Alberta Opportunity Company	10,200,000	—	—	—	10,200,000	9,620,910	579,090
4.2	Financial Assistance via Equity Corporations	26,003,210	(2,995,942)	17,094,460	17,655	40,119,383	31,566,935	8,552,448
		36,203,210	(2,995,942)	17,094,460	17,655	50,319,383	41,187,845	9,131,538
5	Alberta Heritage Fund Small Business and Farm Interest Shielding Program	—	—	—	—	—	—	—
	TOTAL 1986	$ 69,190,030(b)	$ (2,995,942)(c)	$ 24,770,777	$ 375,794 (d)	$ 91,340,659	$ 79,930,179	$ 11,410,480
	TOTAL 1985 (a)	$ 49,505,937	$ —	$ 10,610,200	$ —	$ 60,116,137	$ 57,446,721	$ 2,669,416

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Includes $40,467,920 transferred from Tourism and Small Business and net of $6,931,790 transferred to Technology, Research and Telecommunications under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

(d) Transferred from the salary contingency fund.

Statement No. 7.2

ECONOMIC DEVELOPMENT STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Economic Development and International Trade							
	Salaries, wages and employee benefits	$ 10,515,880	$ —	$ 109,500	$ 84,279	$ 10,709,659	$ 10,511,894	$ 197,765
	Supplies and services	9,371,580	—	1,638,000	6,200	11,015,780	10,744,476	271,304
	Grants	5,748,360	—	1,855,000	—	7,603,360	6,276,839	1,326,521
	Purchase of fixed assets	82,900	—	—	264,100	347,000	327,198	19,802
	Other	43,800	—	—	—	43,800	42,456	1,344
	TOTAL 1986	$ 25,762,520	$ —	$ 3,602,500	$ 354,579	$ 29,719,599	$ 27,902,863	$ 1,816,736
	TOTAL 1985 (a)	$ 21,677,492	$ —	$ 699,100	$ —	$ 22,376,592	$ 22,145,587	$ 231,005
2	Financing - Economic Development Projects							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	496,000	—	496,000	102,230	393,770
	Grants	115,000	—	—	—	115,000	97,327	17,673
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	5,986,156	—	30,410,000	—	36,396,156	31,205,602	5,190,554
		6,101,156	—	30,906,000	—	37,007,156	31,405,159	5,601,997
	Less: capitalized as a voted non-budgetary disbursement	(5,986,156)	—	(27,000,000)	—	(32,986,156)	(27,845,602)	(5,140,554)
	TOTAL 1986	$ 115,000	$ —	$ 3,906,000	$ —	$ 4,021,000	$ 3,559,557	$ 461,443
	TOTAL 1985 (a)	$ —	$ —	$ —	$ —	$ —	$ —	$ —
3	International Assistance							
	Salaries, wages and employee benefits	$ 83,400	$ —	$ —	$ 8,160	$ 91,560	$ 91,511	$ 49
	Supplies and services	25,900	—	—	(4,600)	21,300	21,260	40
	Grants	7,000,000	—	167,817	—	7,167,817	7,167,143	674
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 7,109,300	$ —	$ 167,817	$ 3,560	$ 7,280,677	$ 7,279,914	$ 763
	TOTAL 1985	$ 7,106,900	$ —	$ 3,000,000	$ —	$ 10,106,900	$ 10,095,256	$ 11,644

ECONOMIC DEVELOPMENT STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4	Financial Assistance to Alberta Business							
	Salaries, wages and employee benefits	$ 365,070	$ —	$ —	$ 690,655	$ 1,055,725	$ 607,541	$ 448,184
	Supplies and services	219,300	—	—	225,000	444,300	190,952	253,348
	Grants	35,616,340	(2,995,942)	17,094,460	(948,000)	48,766,858	40,337,112	8,429,746
	Purchase of fixed assets	2,500	—	—	50,000	52,500	52,240	260
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 36,203,210	$ (2,995,942)	$ 17,094,460	$ 17,655	$ 50,319,383	$ 41,187,845	$ 9,131,538
	TOTAL 1985 (a)	$ 11,875,070	$ —	$ 6,911,100	$ —	$ 18,786,170	$ 21,782,112	$ (2,995,942)
5	Alberta Heritage Fund Small Business and Farm Interest Shielding Program							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	TOTAL 1985 (a)	$ 8,846,475	$ —	$ —	$ —	$ 8,846,475	$ 3,423,766	$ 5,422,709
	Department Total 1986	$ 69,190,030(b)	$ (2,995,942)(c)	$ 24,770,777	$ 375,794(d)	$ 91,340,659	$ 79,930,179	$ 11,410,480
	Department Total 1985 (a)	$ 49,505,937	$ —	$ 10,610,200	$ —	$ 60,116,137	$ 57,446,721	$ 2,669,416

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Includes $40,467,920 transferred from Tourism and Small Business and net of $6,931,790 transferred to Technology, Research and Telecommunications under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

(d) Transferred from the salary contingency fund.

Statement No. 7.3

ECONOMIC DEVELOPMENT STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Economic Development and International Trade							
1.1	Program Support							
1.1.1	Minister's office - economic development	$ 268,600					$ 233,992	
1.1.3	Deputy minister - planning and services	191,600					212,751	
1.1.4	Deputy minister - development and trade	287,100					298,764	
1.1.5	Finance and administration division	2,260,870					2,674,103	
1.2	Planning and Services							
1.2.1	Assistant deputy minister's office	152,800					142,690	
1.2.2	Transportation services branch	2,893,100					2,727,584	
1.2.3	Strategic planning branch	1,962,100					1,798,063	
1.2.4	Futures compendium	—					269,994	
1.3	Development of Industrial Programs							
1.3.1	Assistant deputy minister's office	123,800					126,205	
1.3.2	Industry development branch	2,384,410					3,229,476	
1.3.3	Manufacturing industries branch	2,176,000					1,799,833	
1.4	International Trade							
1.4.1	Trade development branch	5,400,200					6,353,619	
1.4.2	Export services support	3,500,000					2,583,619	
1.5	Small Business							
1.5.1	Administrative support	418,900					378,519	
1.5.2	Small business	1,898,820					3,376,022	
1.5.3	Regional development	1,844,220					1,697,629	
		25,762,520	$ —	$ 3,602,500	$ 354,579	$ 29,719,599	27,902,863	$ 1,816,736
2	Financing - Economic Development Projects							
2.1	Railway Relocation							
2.1.2	Fort Saskatchewan project	—					3,360,000	
2.2	Grain Handling - Storage Facilities							
2.2.1	Prince Rupert grain terminal	425,000					7,327	
2.3	High Technology							
2.3.1	Medical and pharmaceutical	2,500,000					1,500,000	
2.3.2	Energy	2,686,156					1,171,474	
2.3.12	Transportation institute	90,000					90,000	
2.3.14	Alberta Stock Exchange	400,000					574,128	
2.4	Intermodal Distribution System							
2.4.1	Alberta Container Company	—					20,000,000	
2.4.2	Rolling stock development	—					102,230	
2.5	Forest Products							
2.5.1	Pelican Spruce Mills	—					4,600,000	
		6,101,156	—	30,906,000	—	37,007,156	31,405,159	5,601,997
	Less: capitalized as a voted non-budgetary disbursement	(5,986,156)	—	(27,000,000)	—	(32,986,156)	(27,845,602)	(5,140,554)
		115,000	—	3,906,000	—	4,021,000	3,559,557	461,443

ECONOMIC DEVELOPMENT
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
3	International Assistance							
3.0.1	Administrative support	$ 109,300					$ 112,771	
3.0.2	Financial assistance	7,000,000					7,167,143	
		7,109,300	$ —	$ 167,817	$ 3,560	$ 7,280,677	7,279,914	$ 763
4	Financial Assistance to Alberta Business							
4.1	Financial Assistance via Alberta Opportunity Company							
4.1.1	Grant to Alberta Opportunity Company	10,200,000					9,620,910	
4.2	Financial Assistance via Equity Corporations							
4.2.1	Administration	26,003,210					31,566,935	
		36,203,210	(2,995,942)	17,094,460	17,655	50,319,383	41,187,845	9,131,538
5	Alberta Heritage Fund Small Business and Farm Interest Shielding Program							
5.0.1	Administrative support	—					—	
5.0.2	Interest shielding grants	—					—	
		—	—	—	—	—	—	—
	Department Total	$ 69,190,030(a)	$ (2,995,942)(b)	$ 24,770,777	$ 375,794(c)	$ 91,340,659	$ 79,930,179	$ 11,410,480

(a) Includes $40,467,920 transferred from Tourism and Small Business and net of $6,931,790 transferred to Technology, Research and Telecommunications under authority of the Public Service Administrative Transfers Act.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

(c) Transferred from the salary contingency fund.

Statement No. 7.4

ECONOMIC DEVELOPMENT
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Fees, Permits and Licences	$ —	$ 1,400
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	308,907	224,085
Lethbridge railway relocation	—	(84,346)
Miscellaneous	8,100	(5,688)
	317,007	134,051
Total revenue	$317,007	$135,451

SECTION 8

1985-86
PUBLIC ACCOUNTS

EDUCATION

Departmental Support Services
Financial Assistance to Schools
Education Program Development and Delivery
School Book Branch Revolving Fund

The Ministry is responsible for the establishment, operation, administration and management of primary and secondary education programs. The broad objective is to maintain and increase the quality of education in all parts of Alberta, while ensuring maximum value for each dollar spent.

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8.4	Revenue	8.6

Statement No. 8.1

EDUCATION
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
1.1	Finance and Administration	$ 7,509,042	$ —	$ —	$ 377,857	$ 7,886,899	$ 7,484,098	$ 402,801
1.2	Planning and Evaluation	13,412,680	—	—	(23,483)	13,389,197	12,411,852	977,345
		20,921,722	—	—	354,374	21,276,096	19,895,950	1,380,146
2	Financial Assistance to Schools							
2.1	Provincial Contribution to the School Foundation Program Fund	871,494,500	—	—	(2,889,000)	868,605,500	868,605,500	—
2.2	Special Assistance to School Boards	237,695,300	—	—	6,089,000	243,784,300	243,586,260	198,040
2.3	Early Childhood Services	58,386,100	—	—	(2,700,000)	55,686,100	55,524,407	161,693
2.4	Private School Assistance	14,959,400	—	—	(500,000)	14,459,400	14,443,978	15,422
		1,182,535,300	—	—	—	1,182,535,300	1,182,160,145	375,155
3	Education Program Development and Delivery							
3.1	Program Development	6,946,555	—	393,225	285,423	7,625,203	7,617,724	7,479
3.2	Program Delivery	22,777,019	—	—	370,832	23,147,851	22,582,845	565,006
		29,723,574	—	393,225	656,255	30,773,054	30,200,569	572,485
		1,233,180,596	—	393,225	1,010,629	1,234,584,450	1,232,256,664	2,327,786
	STATUTORY APPROPRIATIONS							
	School Book Branch Revolving Fund	92,252	—	—	—	92,252	888,494	(796,242)
	TOTAL 1986	$1,233,272,848	$ —	$ 393,225	$ 1,010,629(b)	$1,234,676,702	$1,233,145,158	$ 1,531,544
	TOTAL 1985 (a)	$1,159,069,189	$ —	$ 2,000,000	$ —	$1,161,069,189	$1,150,452,820	$ 10,616,369

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 8.2

EDUCATION
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 10,941,815	$ —	$ —	$ 354,374	$ 11,296,189	$ 10,903,394	$ 392,795
	Supplies and services	9,059,632	—	—	(210,000)	8,849,632	8,003,563	846,069
	Grants	635,000	—	—	—	635,000	510,458	124,542
	Purchase of fixed assets	239,475	—	—	190,000	429,475	416,260	13,215
	Other	45,800	—	—	20,000	65,800	62,275	3,525
	TOTAL 1986	$ 20,921,722	$ —	$ —	$ 354,374	$ 21,276,096	$ 19,895,950	$ 1,380,146
	TOTAL 1985 (a)	$ 21,023,651	$ —	$ —	$ —	$ 21,023,651	$ 19,228,147	$ 1,795,504
2	Financial Assistance to Schools							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	1,182,535,300	—	—	—	1,182,535,300	1,182,160,145	375,155
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$1,182,535,300	$ —	$ —	$ —	$1,182,535,300	$1,182,160,145	$ 375,155
	TOTAL 1985 (a)	$1,105,739,000	$ —	$ 2,000,000	$ —	$1,107,739,000	$1,103,515,045	$ 4,223,955
3	Education Program Development and Delivery							
	Salaries, wages and employee benefits	$ 19,227,675	$ —	$ 74,000	$ 656,255	$ 19,957,930	$ 19,394,568	$ 563,362
	Supplies and services	9,776,600	—	195,500	(72,800)	9,899,300	10,089,992	(190,692)
	Grants	275,000	—	—	—	275,000	160,117	114,883
	Purchase of fixed assets	444,299	—	123,725	72,800	640,824	555,892	84,932
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 29,723,574	$ —	$ 393,225	$ 656,255	$ 30,773,054	$ 30,200,569	$ 572,485
	TOTAL 1985 (a)	$ 29,952,038	$ —	$ —	$ —	$ 29,952,038	$ 28,223,899	$ 1,728,139
	Total Voted 1986	$1,233,180,596	$ —	$ 393,225	$ 1,010,629	$1,234,584,450	$1,232,256,664	$ 2,327,786
	Total Voted 1985	$1,156,714,689	$ —	$ 2,000,000	$ —	$1,158,714,689	$1,150,967,091	$ 7,747,598
	STATUTORY APPROPRIATIONS							
	School Book Branch Revolving Fund							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	55,000	—	—	—	55,000	382,494	(327,494)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	197,252	—	—	—	197,252	377,451	(180,199)
	Other	(160,000)	—	—	—	(160,000)	128,549	(288,549)
	Total Statutory 1986	$ 92,252	$ —	$ —	$ —	$ 92,252	$ 888,494	$ (796,242)
	Total Statutory 1985	$ 2,354,500	$ —	$ —	$ —	$ 2,354,500	$ (514,271)	$ 2,868,771
	Department Total 1986	$1,233,272,848	$ —	$ 393,225	$ 1,010,629(b)	$1,234,676,702	$1,233,145,158	$ 1,531,544
	Department Total 1985 (a)	$1,159,069,159	$ —	$ 2,000,000	$ —	$1,161,069,189	$1,150,452,820	$ 10,616,369

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.
(b) Transferred from the salary contingency fund.

Statement No. 8.3

EDUCATION
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
1.1	Finance and Administration							
1.1.1	Minister's office	$ 305,500					$ 380,962	
1.1.2	Deputy minister's office	259,300					299,105	
1.1.3	Assistant deputy minister - finance and administration	186,700					189,789	
1.1.4	Financial and administrative services	2,908,292					2,959,371	
1.1.5	Legislative services	341,400					259,899	
1.1.6	School business administration services	735,300					750,267	
1.1.7	School buildings services	1,467,600					1,423,034	
1.1.8	Personnel administration services	389,300					406,319	
1.1.9	Communications	280,650					304,894	
1.1.10	Educational grants to individuals, organizations and agencies	635,000					510,458	
1.2	Planning and Evaluation							
1.2.1	Assistant deputy minister - planning and evaluation	171,780					173,854	
1.2.2	Student evaluation	7,013,765					6,850,875	
1.2.3	Planning services	2,814,065					2,437,005	
1.2.4	Computer systems and data base management	3,413,070					2,950,118	
		20,921,722	$ —	$ —	$ 354,374	$ 21,276,096	19,895,950	$ 1,380,146
2	Financial Assistance to Schools							
2.1	Provincial contribution to the School Foundation Program Fund							
2.1.1	Builuing and equipment support	168,605,500					168,605,500	
2.1.2	Pupil instruction, transportation and boarding	702,889,000					700,000,000	
2.2	Special Assistance to School Boards							
2.2.1	Fiscal equity grants	52,539,800					64,583,474	
2.2.2	Special education grants	78,898,300					75,216,361	
2.2.3	Special pupil need grants	41,180,600					39,454,942	
2.2.4	General educational grants	65,076,600					64,331,484	
2.3	Early Childhood Services							
2.3.1	Pre-school education grants	58,386,100					55,524,407	
2.4	Private School Assistance							
2.4.1	Grants to private schools	14,959,400					14,443,977	
		1,182,535,300	—	—	—	1,182,535,300	1,182,160,145	375,155

Statement No. 8.3 (cont'd)

EDUCATION
STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
3	Education Program Development and Delivery							
3.1	Program Development							
3.1.1	Assistant deputy minister - program development	$ 213,580					$ 202,756	
3.1.2	Early childhood services	397,700					292,923	
3.1.3	Special education services	750,300					704,481	
3.1.4	Language services	1,419,075					1,750,895	
3.1.5	Media and technology	888,220					881,283	
3.1.6	Curriculum	2,717,630					2,885,064	
3.1.7	Teacher certification and development	560,050					900,322	
3.2	Program Delivery							
3.2.1	Assistant deputy minister - program delivery	246,600					281,495	
3.2.2	Alberta Correspondence School	7,671,125					8,244,807	
3.2.3	Alberta School for the Deaf	4,138,710					3,458,554	
3.2.4	Grande Prairie regional office	1,078,023					990,212	
3.2.5	Edmonton regional office	2,759,285					2,883,594	
3.2.6	Calgary regional office	2,020,350					1,946,970	
3.2.7	Lethbridge regional office	785,145					760,941	
3.2.8	Red Deer regional office	886,300					884,184	
3.2.9	Support programs	3,191,481					3,132,088	
		29,723,574	$ —	$ 393,225	$ 656,255	$ 30,773,054	30,200,569	$ 572,485
		1,233,180,596	—	393,225	1,010,629	1,234,584,450	1,232,256,664	2,327,786
	STATUTORY APPROPRIATIONS							
	School Book Branch Revolving Fund	92,252	—	—	—	92,252	888,494	(796,242)
	Department Total	$1,233,272,848	$ —	$ 393,225	$ 1,010,629(a)	$1,234,676,702	$1,233,145,158	$ 1,531,544

(a) Transferred from the salary contingency fund

Statement No. 8.4

EDUCATION
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada:		
Bilingualism	$ 296,699	$ 968,065
Fees, Permits and Licences:		
Correspondence courses	898,422	904,752
Rental of portable classrooms	87,700	107,700
Other	503,396	335,271
	1,489,518	1,347,723
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	2,859,234	2,638,260
Salaries and expenses	207,700	116,528
Services and supplies to staff	16,212	6,619
Other	24,675	27,772
Miscellaneous	26,164	18,830
	3,133,985	2,808,009
Total revenue	$4,920,202	$5,123,797

SECTION 9

1985-86
PUBLIC ACCOUNTS

ENERGY AND NATURAL RESOURCES

Departmental Support Services
Minerals Management
Oil Sands Equity Management
Petroleum Incentives
Oil Sands Research Fund Management
Petroleum Marketing and Market Research

The Ministry is responsible for the administration and management of Alberta's energy and mineral resources.

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Statement No. 9.1

ENERGY AND NATURAL RESOURCES STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.1	Central Support Services	$ 1,003,472	$ —	$ —	$ 191,264	$ 1,194,736	$ 1,210,658	$ (15,922)
1.2	Financial Services	2,324,802	—	—	165,258	2,490,060	2,433,401	56,659
1.3	Administrative Support Services	1,924,801	—	—	(87,234)	1,837,567	1,874,253	(36,686)
1.4	Policy and Advisory Services	16,451,030	—	—	(133,167)	16,317,863	7,911,241	8,406,622
		21,704,105	—	—	136,121	21,840,226	13,429,553	8,410,673
3	Minerals Management							
3.1	Mineral Resources	9,346,732	—	—	142,973	9,489,705	9,357,406	132,299
3.2	Mineral Revenue	7,059,645	—	—	2,185,069	9,244,714	9,199,065	45,649
3.4	Ethane Feedstock Price Equalization	50,000,000	—	—	(2,036,000)	47,964,000	48,205,625	(241,625)
		66,406,377	—	—	292,042	66,698,419	66,762,096	(63,677)
7	Oil Sands Equity Management	1,652,213	—	—	17,362	1,669,575	1,226,004	443,571
10	Petroleum Incentives	8,055,322	—	—	160,607	8,215,929	7,739,887	476,042
11	Oil Sands Research Fund Management	3,672,000	—	—	66,087	3,738,087	3,462,668	275,419
12	Petroleum Marketing and Market Research	6,621,000	—	—	130,000	6,751,000	6,751,000	—
	TOTAL 1986	$ 108,111,017(b)	$ —	$ —	$ 802,219(c)	$ 108,913,236	$ 99,371,208	$ 9,542,028
	TOTAL 1985 (a)	$ 57,697,943	$ —	$ 18,200,000	$ —	$ 75,897,943	$ 67,462,688	$ 8,435,255

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Net of $161,411,259 transferred to Forestry under authority of the Public Service Administrative Transfers Act.

(c) Transferred from the salary contingency fund.

Statement No. 9.2

ENERGY AND NATURAL RESOURCES STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 5,142,533	$ —	$ —	$ 200,748	$ 5,343,306	$ 5,325,800	$ 17,506
	Supplies and services	4,119,662	—	—	(123,766)	3,995,871	3,917,809	78,062
	Grants	12,256,822	—	—	(132,124)	12,124,698	3,831,759	8,292,939
	Purchase of fixed assets	128,588	—	—	190,763	319,351	297,572	21,779
	Other	56,500	—	—	500	57,000	56,613	387
	TOTAL 1986	$ 21,704,105	$ —	$ —	$ 136,121	$ 21,840,226	$ 13,429,553	$ 8,410,673
	TOTAL 1985 (a)	$ 26,060,343	$ —	$ —	$ —	$ 26,060,343	$ 19,068,719	$ 6,991,624
3	Minerals Management							
	Salaries, wages and employee benefits	$ 8,493,281	$ —	$ —	$ 833,042	$ 9,326,323	$ 9,159,861	$ 166,462
	Supplies and services	3,394,886	—	—	1,210,000	4,604,886	4,935,089	(330,203)
	Grants	54,320,747	—	—	(1,866,000)	52,454,747	52,393,954	60,793
	Purchase of fixed assets	197,463	—	—	115,000	312,463	273,192	39,271
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 66,406,377	$ —	$ —	$ 292,042	$ 66,698,419	$ 66,762,096	$ (63,677)
	TOTAL 1985 (a)	$ 12,166,408	$ —	$ 18,000,000	$ —	$ 30,166,408	$ 29,340,573	$ 825,835
7	Oil Sands Equity Management							
	Salaries, wages and employee benefits	$ 525,213	$ —	$ —	$ 17,362	$ 542,575	$ 493,582	$ 48,993
	Supplies and services	1,096,100	—	—	—	1,096,100	709,644	386,456
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	16,000	—	—	—	16,000	7,878	8,122
	Other	14,900	—	—	—	14,900	14,900	—
	TOTAL 1986	$ 1,652,213	$ —	$ —	$ 17,362	$ 1,669,575	$ 1,226,004	$ 443,571
	TOTAL 1985	$ 1,257,101	$ —	$ —	$ —	$ 1,257,101	$ 974,230	$ 282,871
10	Petroleum Incentives							
	Salaries, wages and employee benefits	$ 4,876,519	$ —	$ —	$ 26,607	$ 4,903,126	$ 4,753,406	$ 149,720
	Supplies and services	3,034,248	—	—	58,100	3,092,348	2,807,137	285,211
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	144,555	—	—	75,900	220,455	179,344	41,111
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 8,055,322	$ —	$ —	$ 160,607	$ 8,215,929	$ 7,739,887	$ 476,042
	TOTAL 1985	$ 8,242,491	$ —	$ —	$ —	$ 8,242,491	$ 8,100,469	$ 142,022
11	Oil Sands Research Fund Management							
	Salaries, wages and employee benefits	$ 2,420,900	$ —	$ —	$ 66,087	$ 2,486,987	$ 2,280,564	$ 206,423
	Supplies and services	1,215,300	—	—	—	1,215,300	1,152,324	62,976
	Grants	5,000	—	—	—	5,000	4,263	737
	Purchase of fixed assets	20,800	—	—	—	20,800	15,830	4,970
	Other	10,000	—	—	—	10,000	9,687	313
	TOTAL 1986	$ 3,672,000	$ —	$ —	$ 66,087	$ 3,738,087	$ 3,462,668	$ 275,419
	TOTAL 1985	$ 3,466,000	$ —	$ —	$ —	$ 3,466,000	$ 3,273,097	$ 192,903

Statement No. 9.2 (cont'd)

ENERGY AND NATURAL RESOURCES STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
12	Petroleum Marketing and Market Research							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	6,621,000	—	—	130,000	6,751,000	6,751,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 6,621,000	$ —	$ —	$ 130,000	$ 6,751,000	$ 6,751,000	$ —
	TOTAL 1985	$ 6,505,600	$ —	$ 200,000	$ —	$ 6,705,600	$ 6,705,600	$ —
	Department Total 1986	$ 108,111,017(b)	$ —	$ —	$ 802,219(c)	$ 108,913,236	$ 99,371,208	$ 9,542,028
	Department Total 1985 (a)	$ 57,697,943	$ —	$ 18,200,000	$ —	$ 75,897,943	$ 67,462,688	$ 8,435,255

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Net of $161,411,259 transferred to Forestry under authority of the Public Service Administrative Transfers Act.

(c) Transferred from the salary contingency fund.

Statement No. 9.3

ENERGY AND NATURAL RESOURCES STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.1	Central Support Services							
1.1.1	Minister's office	$ 367,356					$ 509,331	
1.1.3	Deputy ministers' offices	521,330					584,456	
1.1.5	Internal audit	114,786					116,871	
1.2	Financial Services							
1.2.1	Financial accounting	951,794					905,659	
1.2.3	General services	1,176,956					1,341,757	
1.2.6	Financial management	27,217					26,953	
1.2.7	Financial planning and control	168,835					159,032	
1.3	Administrative Support Services							
1.3.2	Personnel services	611,716					655,900	
1.3.4	Information services	180,442					87,720	
1.3.5	Public affairs	106,903					118,222	
1.3.8	Computer services	1,025,740					1,012,411	
1.4	Policy and Advisory Services							
1.4.1	Legal services	170,926					136,634	
1.4.2	Scientific and engineering services	1,365,041					832,166	
1.4.3	Energy Resources Research Fund - conservation and renewable	2,169,244					810,361	
1.4.4	Economic and financial services	1,188,011					1,244,065	
1.4.5	Energy conservation	1,645,840					1,679,798	
1.4.6	Administrative support	141,333					127,043	
1.4.7	Coal research office	9,770,635					3,081,174	
		21,704,105	$ —	$ —	$ 136,121	$ 21,840,226	13,429,553	$ 8,410,673
3	Minerals Management							
3.1	Mineral Resources							
3.1.1	Administrative support	5,397,767					4,460,670	
3.1.3	Petroleum and natural gas agreements	1,414,617					1,556,692	
3.1.4	Mineral agreements	1,314,801					2,196,087	
3.1.5	Exploration review	1,219,547					1,143,956	
3.2	Mineral Revenue							
3.2.1	Assistant deputy minister's office	126,433					1,518,359	
3.2.2	Royalty and incentive assessment operations	3,877,388					4,252,337	
3.2.3	Royalty information management and control	1,917,312					2,069,090	
3.2.4	Audit	1,045,646					1,141,531	
3.2.5	Energy revenue policy	92,866					217,748	
3.4	Ethane Feedstock Price Equalization							
3.4.1	Grants to ethane feedstock vendors	50,000,000					48,205,626	
		66,406,377	—	—	292,042	66,698,419	66,762,096	(63,677)

Statement No. 9.3 (cont'd)

ENERGY AND NATURAL RESOURCES
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
7	Oil Sands Equity Management							
7.0.1	Alberta Oil Sands Equity	$ 1,652,213	$ —	$ —	$ 17,362	$ 1,669,575	$ 1,226,004	$ 443,571
10	Petroleum Incentives							
10.0.1	Director's office	277,224					299,652	
10.0.2	Information services	422,748					197,882	
10.0.3	Personnel	211,970					204,558	
10.0.4	Planning and control	2,437,355					2,426,601	
10.0.5	Rebates processing	1,426,598					1,521,535	
10.0.6	Policy and rulings	947,398					766,286	
10.0.7	Audit	2,332,029					2,323,373	
		8,055,322	—	—	160,607	8,215,929	7,739,887	476,042
11	Oil Sands Research Fund Management							
11.0.1	Alberta Oil Sands Technology and Research Authority	3,672,000	—	—	66,087	3,738,087	3,462,668	275,419
12	Petroleum Marketing and Market Research							
12.0.1	Alberta Petroleum Marketing Commission	6,621,000	—	—	130,000	6,751,000	6,751,000	—
	Department Total	$ 108,111,017(a)	$ —	$ —	$ 802,219(b)	$ 108,913,236	$ 99,371,208	$ 9,542,028

(a) Net of $161,411,259 transferred to Forestry under authority of the Public Service Administrative Transfers Act.

(b) Transferred from the salary contingency fund.

Statement No. 9.4

ENERGY AND NATURAL RESOURCES
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Taxes:		
Freehold mineral rights tax	$ 188,818,139	$ 185,526,806
Other	1,205	147,176
	188,819,344	185,673,982
Non-Renewable Resource Revenue:		
Crude oil royalty	2,533,673,209	2,916,470,141
Natural gas and by-products royalty	1,805,934,592	1,942,413,275
Synthetic crude oil royalty	220,867,507	135,057,782
Coal royalty	10,927,711	8,899,851
Rentals and fees:		
Petroleum and natural gas	78,191,815	76,976,547
Oil sands	6,422,815	6,390,285
Coal	3,121,196	3,451,383
Other	3,448,499	1,158,794
Bonuses and sales of Crown leases	724,418,018	662,133,602
Exploratory drilling incentive credits	(30,594,992)	(64,280,628)
Geophysical incentive credits	(13,597,140)	(63,711,411)
Allocation to Alberta Petroleum Incentives Program Fund	(490,760,052)	(437,496,632)
	4,852,053,178	5,187,462,989
Allocation to Alberta Heritage Savings Trust Fund	(666,191,141)	(718,739,256)
	4,185,862,037	4,468,723,733
Allocation to Natural Gas Rebates Fund	(131,062,457)	(130,469,202)
	4,054,799,580	4,338,254,531
Payments from Government of Canada:		
Oil export charge	78,353,761	194,572,473
Trading Profits:		
Alberta Petroleum Marketing Commission	5,163,181	2,142,948
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	903,711	963,618
Other	—	39,835
Miscellaneous:		
Alberta Petroleum Incentives Program Fund administration fees	7,669,267	8,026,523
Other	723,786	589,256
	9,296,764	9,619,232
Total revenue	$4,336,432,630	$4,730,263,166

SECTION 10

1985-86
PUBLIC ACCOUNTS

ENVIRONMENT

- Departmental Support Services
- Pollution Prevention and Control
- Land Conservation
- Water Resources Management
- Environmental Research
- Interdisciplinary Environmental Research and Services
- Special Waste Management
- Overview and Coordination of Environmental Conservation
- Water Resources Revolving Fund

The Ministry is responsible for the coordination of policies, programs, services, and administrative procedures of departments and agencies of the Government in matters pertaining to the environment, and may undertake activities necessary to promote the improvement of the environment for the benefit of the people of Alberta and future generations.

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10.2	Expenditure by Program and Object	10.4
10.3	Expenditure by Element	10.6
10.4	Revenue	10.10

Statement No. 10.1

ENVIRONMENT
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services	$ 6,144,950	$ —	$ —	$ 111,116	$ 6,256,066	$ 5,752,117	$ 503,949
2	Pollution Prevention and Control							
2.1	Program Support	882,990	—	—	20,655	903,645	878,107	25,538
2.2	Air Quality Management	2,737,283	—	—	51,669	2,788,952	2,586,294	202,658
2.3	Water Quality Management	2,438,723	—	—	41,572	2,480,295	2,232,436	247,859
2.4	Municipal Water and Sewerage Management	1,978,104	—	—	41,405	2,019,509	1,893,875	125,634
2.5	Earth Contamination Prevention	2,547,572	—	—	62,427	2,609,999	2,554,699	55,300
2.6	Waste Management	4,434,289	—	2,500,000	26,877	6,961,166	6,430,894	530,272
2.7	Chemical and Pesticide Management	2,155,415	—	—	26,501	2,181,916	2,057,271	124,645
		17,174,376	—	2,500,000	271,106	19,945,482	18,633,576	1,311,906
3	Land Conservation							
3.1	Program Support	144,449	—	—	17,376	161,825	153,312	8,513
3.2	Land Conservation and Reclamation	2,795,954	—	178,000	56,462	3,030,416	2,758,011	272,405
3.3	Environmental Assessment	2,368,350	—	—	43,407	2,411,757	1,920,067	491,690
		5,308,753	—	178,000	117,245	5,603,998	4,831,390	772,608
4	Water Resources Management							
4.1	Program Support	191,536	—	—	19,447	210,983	210,527	456
4.2	Surface Water Development and Control	12,113,107	—	20,700,000	(1,334,323)	31,478,784	23,659,668	7,819,116
4.3	Water Resources Administration	10,991,978	—	—	118,666	11,110,644	11,201,339	(90,695)
4.4	Operation and Maintenance of Water Resources Systems	8,044,013	—	500,000	(329,147)	8,214,866	8,000,173	214,693
4.5	Data Collection and Inventory	6,880,800	—	—	130,031	7,010,831	6,880,390	130,441
4.6	Water Resources Planning and Coordination	5,686,062	—	—	74,420	5,760,482	5,321,442	439,040
4.7	Groundwater Development	1,729,815	—	2,800,000	1,951,307	6,481,122	5,220,662	1,260,460
		45,637,311	—	24,000,000	630,401	70,267,712	60,494,201	9,773,511
	Less: capitalized as a voted non-budgetary disbursement	—	—	(5,000,000)	—	(5,000,000)	(1,298,594)	(3,701,406)
		45,637,311	—	19,000,000	630,401	65,267,712	59,195,607	6,072,105
5	Environmental Research	3,460,805	—	—	38,944	3,499,749	3,056,724	443,025
6	Interdisciplinary Environmental Research and Services							
6.1	Program Support	2,311,970	—	—	211,303	2,523,273	2,493,630	29,643
6.2	Plant Sciences	1,735,357	—	—	64,206	1,799,563	1,796,875	2,688
6.3	Chemistry	2,897,471	—	—	(87,462)	2,810,009	2,776,206	33,803
6.4	Animal Sciences	2,472,595	—	—	31,549	2,504,144	2,419,258	84,886
6.5	Environmental Technology	2,044,015	—	—	17,160	2,061,175	2,036,439	24,736
		11,461,408	—	—	236,756	11,698,164	11,522,408	175,756
7	Special Waste Management	9,445,000	—	—	—	9,445,000	9,445,000	—

Statement No. 10.1 (cont'd)

ENVIRONMENT
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
8	Overview and Coordination of Environmental Conservation	$ 1,077,256	$ —	$ 117,000	$ 23,176	$ 1,217,432	$ 1,174,721	$ 42,711
		99,709,859	—	21,795,000	1,428,744	122,933,603	113,611,543	9,322,060
	STATUTORY APPROPRIATIONS							
	Water Resources Revolving Fund	(18,000)	—	—	—	(18,000)	159,938	(177,938)
	TOTAL 1986	$ 99,691,859	$ —	$ 21,795,000	$ 1,428,744(c)	$ 122,915,603	$ 113,771,481	$ 9,144,122
	TOTAL 1985 (a)	$ 95,364,485	$ (95)(b)	$ 7,810,000	$ —	$ 103,174,390	$ 93,894,823	$ 9,279,567

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates were charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

(c) Transferred from the salary contingency fund.

Statement No. 10.2

ENVIRONMENT
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 3,671,280	$ —	$ —	$ 110,876	$ 3,782,156	$ 3,642,009	$ 140,147
	Supplies and services	2,165,511	—	—	—	2,165,511	1,818,888	346,623
	Grants	24,500	—	—	—	24,500	18,235	6,265
	Purchase of fixed assets	242,859	—	—	—	242,859	231,949	10,910
	Other	40,800	—	—	240	41,040	41,036	4
	TOTAL 1986	$ 6,144,950	$ —	$ —	$ 111,116	$ 6,256,066	$ 5,752,117	$ 503,949
	TOTAL 1985	$ 5,965,487	$ —	$ —	$ —	$ 5,965,487	$ 5,174,241	$ 791,246
2	Pollution Prevention and Control							
	Salaries, wages and employee benefits	$ 9,284,042	$ —	$ —	$ 271,106	$ 9,555,148	$ 8,974,532	$ 580,616
	Supplies and services	4,280,409	—	2,045,500	(13,000)	6,312,909	5,721,167	591,742
	Grants	3,123,000	—	—	—	3,123,000	3,062,275	60,725
	Purchase of fixed assets	486,925	—	454,500	13,000	954,425	875,602	78,823
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 17,174,376	$ —	$ 2,500,000	$ 271,106	$ 19,945,482	$ 18,633,576	$ 1,311,906
	TOTAL 1985 (a)	$ 17,690,624	$ —	$ —	$ —	$ 17,690,624	$ 15,955,877	$ 1,734,747
3	Land Conservation							
	Salaries, wages and employee benefits	$ 3,634,237	$ —	$ —	$ 117,245	$ 3,751,482	$ 3,536,157	$ 215,325
	Supplies and services	1,616,716	—	178,000	(13,000)	1,781,716	1,226,048	555,668
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	57,800	—	—	13,000	70,800	69,185	1,615
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 5,308,753	$ —	$ 178,000	$ 117,245	$ 5,603,998	$ 4,831,390	$ 772,608
	TOTAL 1985	$ 6,523,912	$ —	$ —	$ —	$ 6,523,912	$ 5,976,212	$ 547,700
4	Water Resources Management							
	Salaries, wages and employee benefits	$ 20,589,571	$ —	$ 320,000	$ 598,401	$ 21,507,972	$ 21,113,867	$ 394,105
	Supplies and services	18,595,200	—	21,200,719	(1,548,000)	38,247,919	29,823,199	8,424,720
	Grants	6,024,100	—	2,276,281	1,580,000	9,880,381	9,079,747	800,634
	Purchase of fixed assets	428,440	—	203,000	—	631,440	477,388	154,052
	Other	—	—	—	—	—	—	—
		45,637,311	—	24,000,000	630,401	70,267,712	60,494,201	9,773,511
	Less: capitalized as a voted non-budgetary disbursement	—	—	(5,000,000)	—	(5,000,000)	(1,298,594)	(3,701,406)
	TOTAL 1986	$ 45,637,311	$ —	$ 19,000,000	$ 630,401	$ 65,267,712	$ 59,195,607	$ 6,072,105
	TOTAL 1985	$ 48,565,910	$ —	$ 4,600,000	$ —	$ 53,165,910	$ 48,437,164	$ 4,728,746
5	Environmental Research							
	Salaries, wages and employee benefits	$ 1,047,651	$ —	$ —	$ 38,944	$ 1,086,595	$ 930,851	$ 155,744
	Supplies and services	2,061,554	—	—	—	2,061,554	1,776,185	285,369
	Grants	340,000	—	—	—	340,000	340,000	—
	Purchase of fixed assets	11,600	—	—	—	11,600	9,688	1,912
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 3,460,805	$ —	$ —	$ 38,944	$ 3,499,749	$ 3,056,724	$ 443,025
	TOTAL 1985	$ 3,154,336	$ —	$ —	$ —	$ 3,154,336	$ 2,921,496	$ 232,840

Statement No. 10.2 (cont'd)

ENVIRONMENT STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Interdisciplinary Environmental Research and Services							
	Salaries, wages and employee benefits	$ 7,208,935	$ —	$ —	$ 190,920	$ 7,399,855	$ 7,366,442	$ 33,413
	Supplies and services	2,686,005	—	—	[illegible],000	2,802,005	2,699,087	102,918
	Grants	44,000	—	—	(40,000)	4,000	2,500	1,500
	Purchase of fixed assets	1,522,468	—	—	(30,164)	1,492,304	1,454,379	37,925
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 11,461,408	$ —	$ —	$ 236,756	$ 11,698,164	$ 11,522,408	$ 175,756
	TOTAL 1985	$ 11,522,916	$ —	$ —	$ —	$ 11,522,916	$ 10,856,198	$ 666,718
7	Special Waste Management							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	9,445,000	—	—	—	9,445,000	9,445,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 9,445,000	$ —	$ —	$ —	$ 9,445,000	$ 9,445,000	$ —
	TOTAL 1985	$ 675,000	$ —	$ 3,210,000	$ —	$ 3,885,000	$ 3,885,000	$ —
8	Overview and Coordination of Environmental Conservation							
	Salaries, wages and employee benefits	$ 777,256	$ —	$ —	$ 23,176	$ 800,432	$ 757,721	$ 42,711
	Supplies and services	—	—	—	—	—	—	—
	Grants	300,000	—	117,000	—	417,000	417,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 1,077,256	$ —	$ 117,000	$ 23,176	$ 1,217,432	$ 1,174,721	$ 42,711
	TOTAL 1985	$ 1,215,000	$ (95)	$ —	$ —	$ 1,214,905	$ 1,006,134	$ 208,771
	Total Voted 1986	$ 99,709,859	$ —	$ 21,795,000	$ 1,428,744	$ 122,933,603	$ 113,611,543	$ 9,322,060
	Total Voted 1985	$ 95,313,185	$ (95)	$ 7,810,000	$ —	$ 103,123,090	$ 94,212,322	$ 8,910,768
	STATUTORY APPROPRIATIONS							
	Water Resources Revolving Fund							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	8,000	—	—	—	8,000	8,232	(232)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	481,600	—	—	—	481,600	574,662	(93,062)
	Other	(507,600)	—	—	—	(507,600)	(422,956)	(84,644)
	Total Statutory 1986	$ (18,000)	$ —	$ —	$ —	$ (18,000)	$ 159,938	$ (177,938)
	Total Statutory 1985	$ 51,300	$ —	$ —	$ —	$ 51,300	$ (317,499)	$ 368,799
	Department Total 1986	$ 99,691,859	$ —	$ 21,795,000	$ 1,428,744(c)	$ 122,915,603	$ 113,771,481	$ 9,144,122
	Department Total 1985 (a)	$ 95,364,485	$ (95)(b)	$ 7,810,000	$ —	$ 103,174,390	$ 93,894,823	$ 9,279,567

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates were charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

(c) Transferred from the salary contingency fund.

ENT
OF EXPENDITURE
T

		Funds Provided					
rogram/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
APPROPRIATIONS							
ental Support							
s							
ster's office	$ 193,229					$ 164,474	
ty minister's office	421,588					387,396	
ce and office							
ices	2,180,778					2,049,568	
ms and computing	1,923,706					1,773,377	
mation services	871,528					843,661	
nnel and organization							
elopment	554,121					533,641	
	6,144,950	$ —	$ —	$ 111,116	$ 6,256,066	5,752,117	$ 503,949
Prevention							
trol							
m Support							
tant deputy							
ster's office	276,663					278,306	
ion control	340,768					332,009	
ards and approvals	265,559					267,792	
ality Management							
ards and approvals	417,121					423,144	
ion control	2,320,162					2,163,150	
Quality Management							
ards and approvals	370,575					360,154	
ion control	2,068,148					1,872,282	
pal Water and							
rage Management							
ards and							
ovals	443,767					444,198	
ion control	1,534,337					1,449,677	
Contamination							
ntion							
nistrative support	352,376					358,599	
gy	361,073					343,633	
	976,710					967,521	
ical	857,413					884,946	
Management							
ion control	2,060,551					4,072,000	
cipal waste							
agement	2,200,000					2,172,288	
ards and approvals	173,738					186,606	
cal and Pesticide							
gement							
nistrative support	160,776					135,885	
sing	906,989					915,187	
fly control	1,087,650					1,006,199	
	17,174,376	—	2,500,000	271,106	19,945,482	18,633,576	1,311,906
servation							
n Support							
ant deputy							
ster's office	144,449					153,312	
onservation							
eclamation							
nistrative support	224,006					198,254	
ated surface							
ations	443,576					403,515	
nation	318,810					242,400	
Conservation and							
amation Council	1,579,453					1,685,388	
opment and							
mation review	230,109					228,454	
mental Assessment							
review	475,206					379,334	
e sensing	410,316					368,472	

Statement No. 10.3 (cont'd)

ENVIRIONMENT
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
3.3.3	Community affairs	$ 375.449					$ 363.286	
3.3.4	Land use assessment	1.107.379					808.975	
		5.308.753	$ —	$ 178.000	$ 117.245	$ 5.603.998	4.831.390	$ 772.608
4	Water Resources Management							
4.1	Program Support							
4.1.1	Assistant deputy minister's office	191.536					210.527	
4.2	Surface Water Development and Control							
4.2.1	Administrative support	487.973					454.986	
4.2.2	Construction	5.734.857					5.932.750	
4.2.3	Design	2.111.591					2.115.951	
4.2.4	Geotechnical	1.778.686					1.662.992	
4.2.5	Dickson Dam	2.000.000					392.614	
4.2.6	Oldman River Dam	—					11.437.991	
4.2.7	Drought emergency response - surface water storage	—					143.751	
4.2.8	Forty Mile Coulee Reservoir	—					1.298.604	
4.2.9	Paddle River Dam	—					220.031	
4.3	Water Resources Administration							
4.3.1	Director's office	82.466					80.527	
4.3.2	Administrative support	370.042					360.835	
4.3.3	Regional services	2.143.795					2.208.734	
4.3.4	Cost sharing program for water management projects	5.941.000					6.143.123	
4.3.5	Water rights licensing	1.884.261					1.822.809	
4.3.6	Dam safety	570.414					585.310	
4.4	Operation and Maintenance of Water Resources Systems							
4.4.1	Office of the director	369.979					343.709	
4.4.2	Site development	205.725					313.387	
4.4.3	Irrigation headworks	2.399.372					2.283.253	
4.4.4	Project rehabilitation	574.088					613.257	
4.4.5	Equipment and materials	1.326.139					1.336.086	
4.4.6	Project management	3.168.710					3.061.517	
4.4.7	Drought emergency response - water pumping and hauling	—					48.965	
4.5	Data Collection and Inventory							
4.5.1	Administrative support	204.997					214.957	
4.5.2	Hydrology	968.920					972.923	
4.5.3	Surveys	4.556.877					4.461.382	
4.5.4	River engineering	643.110					682.004	
4.5.5	River forecast centre	506.896					549.124	
4.6	Water Resources Planning and Coordination							
4.6.1	Administrative support	562.632					367.378	
4.6.2	Northern river basins	2.082.372					2.346.850	
4.6.3	Southern river basins	1.845.380					1.282.115	
4.6.4	Planning services	1.195.678					1.325.098	
4.7	Groundwater Development							
4.7.1	Exploration and development	1.729.815					1.767.208	
4.7.2	Drought emergency response - ground water drilling	—					3.453.453	
		45.637.311	—	24.000.000	630.401	70.267.712	60.494.201	9.773.511
	Less: capitalized as a voted non-budgetary disbursement	—	—	(5.000.000)	—	(5.000.000)	(1.298.594)	(3.701.406)
		45.637.311	—	19.000.000	630.401	65.267.712	59.195.607	6.072.105

Statement No. 10.3 (cont'd)

ENVIRONMENT STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
5	Environmental Research							
5.0.1	Program support	$ 1,484,749					$ 1,227,019	
5.0.2	Alberta Environmental Research Trust	344,000					343,000	
5.0.3	Alberta oil sands environmental research projects	202,056					85,304	
5.0.4	Environmental research projects	337,000					576,512	
5.0.5	Government and industry acid deposition research program	500,000					618,713	
5.0.6	Acid deposition research projects	593,000					206,176	
		3,460,805	$ —	$ —	$ 38,944	$ 3,499,749	3,056,724	$ 443,025
6	Interdisciplinary Environmental Research and Services							
6.1	Program Support							
6.1.1	Director's office	117,763					116,050	
6.1.2	Administration	199,338					219,324	
6.1.3	Accounting	388,932					603,739	
6.1.4	Personnel	150,114					158,739	
6.1.5	Information services	417,166					458,091	
6.1.6	Site and field management	573,833					541,234	
6.1.7	Technical support	464,824					396,453	
6.2	Plant Sciences							
6.2.1	Support services	196,883					193,807	
6.2.2	Plant pathology	246,014					259,430	
6.2.3	Entomology	269,146					246,180	
6.2.4	Weeds science	508,955					506,277	
6.2.5	Greenhouse and growth rooms	80,442					103,655	
6.2.6	Vegetation	179,148					206,702	
6.2.7	Soils	254,769					280,824	
6.3	Chemistry							
6.3.1	Support services	245,685					188,796	
6.3.2	Air analysis and research	465,571					488,285	
6.3.3	Water analysis and research	831,272					806,876	
6.3.4	Research services and methods development	652,394					659,978	
6.3.5	Microbiology	260,989					254,795	
6.3.6	Quality control and laboratory data management	265,915					219,427	
6.3.7	Technical support services	175,645					158,049	
6.4	Animal Sciences							
6.4.1	Support services	326,250					309,460	
6.4.2	Aquatic biology	520,177					498,189	
6.4.3	Wildlife biology	525,886					517,501	
6.4.4	Toxicology	317,537					262,021	
6.4.5	Pathology	406,666					423,419	
6.4.6	Clinical investigation	376,079					408,667	
6.5	Environmental Technology							
6.5.1	Support services	323,502					191,776	
6.5.2	Pilot plant operations and field services	869,112					997,049	
6.5.3	Process evaluation	851,401					847,615	
		11,461,408	—	—	236,756	11,698,164	11,522,408	175,756
7	Special Waste Management							
7.0.1	Alberta Special Waste Management Corporation	9,445,000	—	—	—	9,445,000	9,445,000	—

Statement No. 10.3 (cont'd)

ENVIRONMENT
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
8	Overview and Coordination of Environmental Conservation							
8.0.1	Environment Council of Alberta	$ 1,077,256	$ —	$ 117,000	$ 23,176	$ 1,217,432	$ 1,174,721	$ 42,711
		99,709,859	—	21,795,000	1,428,744	122,933,603	113,611,543	9,322,060
	STATUTORY APPROPRIATIONS							
	Water Resources Revolving Fund	(18,000)	—	—	—	(18,000)	159,938	(177,938)
	Department Total	$ 99,691,859	$ —	$ 21,795,000	$ 1,428,744(a)	$ 122,915,603	$ 113,771,481	$ 9,144,122

(a) Transferred from the salary contingency fund.

Statement No. 10.4

ENVIRONMENT
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Fees, Permits and Licences:		
Water power	$ 264,472	$ 260,289
Other	12,761	11,184
	277,233	271,473
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	265,241	50,661
Other	1,695	2,805
Sales of assets	50,527	—
Miscellaneous:		
Water resources	78,126	52,489
Liquidated damages	11,600	700,000
Other	105,868	78,897
	513,057	884,852
Total revenue	$ 790,290	$1,156,325

SECTION 11

1985-86
PUBLIC ACCOUNTS

EXECUTIVE COUNCIL

- Executive Council Administration
- Occupational Health and Safety
- Workers' Compensation
- Native Affairs Support and Coordination
- Personnel Administration
- Energy Resources Conservation
- Policy Review and Coordination of Women's Issues
- Disaster Services and Dangerous Goods Control
- Public Service Employee Relations
- Northern Development
- Public Affairs
- Water Resources Advisory
- Designation, Regulation and Licensure of Professions and Occupations
- Personnel Administration Revolving Fund

The Executive Council consists of the Premier and Ministers of the Crown who, by executive procedure and orders approved by the Lieutenant Governor, translate the wishes of the electors of the Province into policy decisions and consequent programs, under authority provided by the Legislative Assembly and Provincial statutes.

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11.2	Expenditure by Program and Object	11.3
11.3	Expenditure by Element	11.6
11.4	Revenue	11.9

Statement No. 11.1

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Executive Council Administration	$ 3,452,490	$ —	$ —	$ 47,558	$ 3,500,048	$ 3,165,058	$ 334,990
2	Occupational Health and Safety							
2.1	Program Support	1,132,397	—	—	349	1,132,746	1,127,902	4,844
2.2	Worksite Services	5,178,236	—	—	99,184	5,277,420	5,017,581	259,839
2.3	Occupational Health Services	3,952,996	—	—	52,999	4,005,995	3,671,117	334,878
2.4	Research and Education Services	2,370,294	—	—	135,653	2,505,947	2,326,097	179,850
		12,633,923	—	—	288,185	12,922,108	12,142,697	779,411
3	Workers' Compensation	14,803,040	—	1,500,000	—	16,303,040	16,152,921	150,119
4	Native Affairs Support and Coordination	4,420,641	—	—	33,623	4,454,264	4,394,477	59,787
5	Personnel Administration	11,780,707	—	—	246,063	12,026,770	11,051,556	975,214
7	Energy Resources Conservation	20,965,000	—	—	—	20,965,000	20,965,000	—
8	Policy Review and Coordination of Women's Issues	446,109	—	—	4,429	450,538	410,116	40,422
10	Disaster Services and Dangerous Goods Control							
10.1	Program Support	1,863,750	—	25,300	(31,835)	1,857,215	1,860,458	(3,243)
10.2	Disaster Services	1,360,500	—	28,450	56,173	1,445,123	1,436,226	8,897
10.3	Dangerous Goods Control	778,750	—	—	49,391	828,141	820,416	7,725
10.4	Disaster Assistance	86,500	—	16,350	11,693	114,543	114,288	255
		4,089,500	—	70,100	85,422	4,245,022	4,231,388	13,634
11	Public Service Employee Relations	393,259	—	—	6,900	400,159	355,174	44,985
12	Northern Development	1,456,974	—	194,430	21,027	1,672,431	1,624,963	47,468
13	Public Affairs	10,892,750	—	1,119,250	219,176	12,231,176	11,761,165	470,011
14	Water Resources Advisory	256,766	—	—	2,133	258,899	234,751	24,148
15	Designation, Regulation and Licensure of Professions and Occupations	696,800	—	—	6,903	703,703	567,651	136,052
		86,287,959	—	2,883,780	961,419	90,133,158	87,056,917	3,076,241
	STATUTORY APPROPRIATIONS							
	Personnel Administration Revolving Fund	5,680	—	—	—	5,680	(67,095)	72,775
	TOTAL 1986	$ 86,293,639(b)	$ —	$ 2,883,780	$ 961,419(c)	$ 90,138,838	$ 86,989,822	$ 3,149,016
	TOTAL 1985 (a)	$ 95,046,493	$ —	$ 3,023,228	$ —	$ 98,069,721	$ 92,818,162	$ 5,251,559

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Includes $1,456,974 transferred from Tourism and Small Business and net of $42,342,000 transferred to Technology, Research and Telecommunications under authority of the Public Service Administrative Transfers Act.

(c) Transferred from the salary contingency fund.

Statement No. 11.2

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Executive Council Administration							
	Salaries, wages and employee benefits	$ 1,983,652	$ —	$ —	$ 47,558	$ 2,031,210	$ 1,985,265	$ 45,945
	Supplies and services	1,370,238	—	—	(6,000)	1,364,238	1,079,340	284,898
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	43,600	—	—	—	43,600	40,415	3,185
	Other	55,000	—	—	6,000	61,000	60,038	962
	TOTAL 1986	$ 3,452,490	$ —	$ —	$ 47,558	$ 3,500,048	$ 3,165,058	$ 334,990
	TOTAL 1985	$ 3,410,738	$ —	$ —	$ —	$ 3,410,738	$ 2,886,650	$ 524,088
2	Occupational Health and Safety							
	Salaries, wages and employee benefits	$ 9,611,415	$ —	$ —	$ 288,185	$ 9,899,600	$ 9,428,566	$ 471,034
	Supplies and services	2,703,538	—	—	(80,400)	2,623,138	2,356,825	266,313
	Grants	24,850	—	—	—	24,850	21,600	3,250
	Purchase of fixed assets	251,320	—	—	80,400	331,720	293,728	37,992
	Other	42,800	—	—	—	42,800	41,978	822
	TOTAL 1986	$ 12,633,923	$ —	$ —	$ 288,185	$ 12,922,108	$ 12,142,697	$ 779,411
	TOTAL 1985	$ 12,777,144	$ —	$ —	$ —	$ 12,777,144	$ 12,147,186	$ 629,958
3	Workers' Compensation							
	Salaries, wages and employee benefits	$ 20,840	$ —	$ —	$ —	$ 20,840	$ —	$ 20,840
	Supplies and services	21,200	—	—	—	21,200	793	20,407
	Grants	14,760,000	—	1,500,000	—	16,260,000	16,151,958	108,042
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	1,000	—	—	—	1,000	170	830
	TOTAL 1986	$ 14,803,040	$ —	$ 1,500,000	$ —	$ 16,303,040	$ 16,152,921	$ 150,119
	TOTAL 1985	$ 16,448,400	$ —	$ —	$ —	$ 16,448,400	$ 14,469,572	$ 1,978,828
4	Native Affairs Support and Coordination							
	Salaries, wages and employee benefits	$ 1,047,000	$ —	$ —	$ (16,377)	$ 1,030,623	$ 987,527	$ 43,096
	Supplies and services	697,835	—	—	50,000	747,835	736,798	11,037
	Grants	2,592,325	—	—	—	2,592,325	2,591,957	368
	Purchase of fixed assets	37,681	—	—	—	37,681	37,079	602
	Other	45,800	—	—	—	45,800	41,116	4,684
	TOTAL 1986	$ 4,420,641	$ —	$ —	$ 33,623	$ 4,454,264	$ 4,394,477	$ 59,787
	TOTAL 1985 (a)	$ 4,415,513	$ —	$ 640,905	$ —	$ 5,056,418	$ 4,555,092	$ 501,326
5	Personnel Administration							
	Salaries, wages and employee benefits	$ 7,563,625	$ —	$ —	$ 246,063	$ 7,809,688	$ 7,144,596	$ 665,092
	Supplies and services	4,144,306	—	—	(21,881)	4,122,425	3,816,460	305,965
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	31,976	—	—	21,381	53,357	49,464	3,893
	Other	40,800	—	—	500	41,300	41,036	264
	TOTAL 1986	$ 11,780,707	$ —	$ —	$ 246,063	$ 12,026,770	$ 11,051,556	$ 975,214
	TOTAL 1985 (a)	$ 18,831,413	$ —	$ —	$ —	$ 18,831,413	$ 18,544,326	$ 287,087

Statement No. 11.2 (cont'd)

EXECUTIVE COUNCIL STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
7	Energy Resources Conservation							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	20,965,000	—	—	—	20,965,000	20,965,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 20,965,000	$ —	$ —	$ —	$ 20,965,000	$ 20,965,000	$ —
	TOTAL 1985	$ 22,000,000	$ —	$ —	$ —	$ 22,000,000	$ 22,000,000	$ —
8	Policy Review and Coordination of Women's Issues							
	Salaries, wages and employee benefits	$ 249,819	$ —	$ —	$ (7,571)	$ 242,248	$ 215,770	$ 26,478
	Supplies and services	127,290	—	—	—	127,290	124,751	2,539
	Grants	50,000	—	—	—	50,000	39,700	10,300
	Purchase of fixed assets	19,000	—	—	12,000	31,000	29,895	1,105
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 446,109	$ —	$ —	$ 4,429	$ 450,538	$ 410,116	$ 40,422
	TOTAL 1985 (a)	$ 246,176	$ —	$ —	$ —	$ 246,176	$ 233,363	$ 12,813
10	Disaster Services and Dangerous Goods Control							
	Salaries, wages and employee benefits	$ 2,613,450	$ —	$ —	$ 194,522	$ 2,807,972	$ 2,807,943	$ 29
	Supplies and services	795,700	—	53,750	(123,850)	725,600	721,026	4,574
	Grants	402,100	—	16,350	—	418,450	412,027	6,423
	Purchase of fixed assets	278,250	—	—	14,750	293,000	290,392	2,608
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 4,089,500	$ —	$ 70,100	$ 85,422	$ 4,245,022	$ 4,231,388	$ 13,634
	TOTAL 1985	$ 3,982,700	$ —	$ 2,188,323	$ —	$ 6,171,023	$ 5,527,482	$ 643,541
11	Public Service Employee Relations							
	Salaries, wages and employee benefits	$ 172,059	$ —	$ —	$ 9,900	$ 181,959	$ 181,259	$ 700
	Supplies and services	221,200	—	—	(3,000)	218,200	173,915	44,285
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 393,259	$ —	$ —	$ 6,900	$ 400,159	$ 355,174	$ 44,985
	TOTAL 1985	$ 328,313	$ —	$ 194,000	$ —	$ 522,313	$ 430,143	$ 92,170
12	Northern Development							
	Salaries, wages and employee benefits	$ 587,070	$ —	$ 91,280	$ (3,973)	$ 674,377	$ 648,932	$ 25,445
	Supplies and services	748,205	—	78,650	25,000	851,855	848,735	3,120
	Grants	100,000	—	—	—	100,000	82,850	17,150
	Purchase of fixed assets	7,135	—	24,500	—	31,635	31,635	—
	Other	14,564	—	—	—	14,564	12,811	1,753
	TOTAL 1986	$ 1,456,974	$ —	$ 194,430	$ 21,027	$ 1,672,431	$ 1,624,963	$ 47,468
	TOTAL 1985 (a)	$ 1,295,838	$ —	$ —	$ —	$ 1,295,838	$ 1,340,684	$ (44,846)

Statement No. 11.2 (cont'd)

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
13	Public Affairs							
	Salaries, wages and employee benefits	$ 6,810,175	$ —	$ —	$ 319,176	$ 7,129,351	$ 7,077,533	$ 51,818
	Supplies and services	3,882,035	—	1,119,250	(141,075)	4,860,210	4,443,318	416,892
	Grants	140,000	—	—	—	140,000	139,030	970
	Purchase of fixed assets	31,440	—	—	40,755	72,195	71,866	329
	Other	29,100	—	—	320	29,420	29,418	2
	TOTAL 1986	$ 10,892,750	$ —	$ 1,119,250	$ 219,176	$ 12,231,176	$ 11,761,165	$ 470,011
	TOTAL 1985	$ 10,431,418	$ —	$ —	$ —	$ 10,431,418	$ 9,997,041	$ 434,377
14	Water Resources Advisory							
	Salaries, wages and employee benefits	$ 139,566	$ —	$ —	$ 2,133	$ 141,699	$ 139,886	$ 1,813
	Supplies and services	95,700	—	—	(2,000)	93,700	71,822	21,878
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	1,500	—	—	—	1,500	—	1,500
	Other	20,000	—	—	2,000	22,000	23,043	(1,043)
	TOTAL 1986	$ 256,766	$ —	$ —	$ 2,133	$ 258,899	$ 234,751	$ 24,148
	TOTAL 1985	$ 254,800	$ —	$ —	$ —	$ 254,800	$ 197,810	$ 56,990
15	Designation, Regulation and Licensure of Professions and Occupations							
	Salaries, wages and employee benefits	$ 239,700	$ —	$ —	$ 46,903	$ 286,603	$ 279,109	$ 7,494
	Supplies and services	457,100	—	—	(43,700)	413,400	284,934	128,466
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	3,700	3,700	3,608	92
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 696,800	$ —	$ —	$ 6,903	$ 703,703	$ 567,651	$ 136,052
	TOTAL 1985	$ 616,360	$ —	$ —	$ —	$ 616,360	$ 449,833	$ 166,527
	Total Voted 1986	$ 86,287,959	$ —	$ 2,883,780	$ 961,419	$ 90,133,158	$ 87,056,917	$ 3,076,241
	Total Voted 1985	$ 95,038,813	$ —	$ 3,023,228	$ —	$ 98,062,041	$ 92,779,182	$ 5,282,859
	STATUTORY APPROPRIATIONS							
	Personnel Administration Revolving Fund							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	31,303	(31,303)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	9,500	—	—	—	9,500	6,107	3,393
	Other	(3,820)	—	—	—	(3,820)	(104,505)	100,685
	Total Statutory 1986	$ 5,680	$ —	$ —	$ —	$ 5,680	$ (67,095)	$ 72,775
	Total Statutory 1985	$ 7,680	$ —	$ —	$ —	$ 7,680	$ 38,980	$ (31,300)
	Department Total 1986	$ 86,293,639(b)	$ —	$ 2,883,780	$ 961,419(c)	$ 90,138,838	$ 86,989,822	$ 3,149,016
	Department Total 1985 (a)	$ 95,046,493	$ —	$ 3,023,228	$ —	$ 98,069,721	$ 92,818,162	$ 5,251,559

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Includes $1,456,974 transferred from Tourism and Small Business and net of $42,342,000 transferred to Technology, Research and Telecommunications under authority of the Public Service Administrative Transfers Act.

(c) Transferred from the salary contingency fund.

Statement No. 11.3

EXECUTIVE COUNCIL STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Executive Council Administration							
1.0.1	Office of the Premier	$ 528,068					$ 531,231	
1.0.2	Administrative support	1,693,347					1,738,556	
1.0.3	Office of the Lieutenant Governor	99,769					114,721	
1.0.4	Project management	560,520					320,796	
1.0.5	Protocol	570,786					459,754	
		3,452,490	$ —	$ —	$ 47,558	$ 3,500,048	3,165,058	$ 334,990
2	Occupational Health and Safety							
2.1	Program Support							
2.1.1	Minister's office	180,760					179,018	
2.1.2	Administration	951,637					948,883	
2.2	Worksite Services							
2.2.1	Administrative support	177,012					159,842	
2.2.2	Inspection - northern region	1,854,725					1,801,146	
2.2.3	Inspection - southern region	1,783,152					1,764,463	
2.2.4	Mines inspection	795,406					846,845	
2.2.5	Operational support	567,941					445,284	
2.3	Occupational Health Services							
2.3.1	Administrative support	174,656					140,366	
2.3.2	Medical services	916,921					786,594	
2.3.3	Laboratory services	467,397					471,015	
2.3.4	Occupational hygiene	1,847,442					1,805,882	
2.3.5	Radiation health	546,580					467,260	
2.4	Research and Education Services							
2.4.1	Special programs and administration	460,657					464,537	
2.4.2	Research	957,517					932,418	
2.4.3	Education and program development	952,120					929,144	
		12,633,923	—	—	288,185	12,922,108	12,142,697	779,411
3	Workers' Compensation							
3.0.1	Workers' Compensation Board pensions	14,803,040	—	1,500,000	—	16,303,040	16,152,921	150,119
4	Native Affairs Support and Coordination							
4.0.1	Minister's office	193,259					183,110	
4.0.2	Administrative support	1,635,057					1,619,409	
4.0.3	Grant support	2,592,325					2,591,958	
		4,420,641	—	—	33,623	4,454,264	4,394,477	59,787
5	Personnel Administration							
5.0.1	Minister's office	169,139					151,863	
5.0.2	Departmental services	2,439,367					2,186,603	
5.0.3	Employee relations	3,050,099					2,854,515	
5.0.4	Management services	1,078,072					955,955	
5.0.5	Organization development	1,033,179					1,024,811	
5.0.6	Regional services	396,194					315,156	
5.0.7	Recruitment and career advertising	750,000					943,404	
5.0.8	Administrative support	2,864,657					2,619,249	
		11,780,707	—	—	246,063	12,026,770	11,051,556	975,214

Statement No. 11.3 (cont'd)

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
7	Energy Resources Conservation							
7.0.1	Energy Resources Conservation Board	$ 20,965,000	$ —	$ —	$ —	$ 20,965,000	$ 20,965,000	$ —
8	Policy Review and Coordination of Women's Issues							
8.0.1	Women's Secretariat	446,109	—	—	4,429	450,538	410,116	40,422
10	Disaster Services and Dangerous Goods Control							
10.1	Program Support							
10.1.1	Executive	829,700					875,416	
10.1.2	Finance	113,450					116,365	
10.1.3	Administration	406,200					402,839	
10.1.4	Training	514,400					465,837	
10.2	Disaster Services							
10.2.1	Plans and operations	206,550					245,404	
10.2.2	Health services	211,000					236,952	
10.2.3	Municipal services	942,950					953,871	
10.3	Dangerous Goods Control							
10.3.1	Inspection services	382,650					400,452	
10.3.2	Operations support	396,100					419,964	
10.4	Disaster Assistance							
10.4.1	Response and assistance	86,500					114,288	
		4,089,500	—	70,100	85,422	4,245,022	4,231,388	13,634
11	Public Service Employee Relations							
11.0.1	Public service employee relations	393,259	—	—	6,900	400,159	355,174	44,985
12	Northern Development							
12.0.1	Northern development branch	1,456,974	—	194,430	21,027	1,672,431	1,624,963	47,468
13	Public Affairs							
13.0.1	Minister's office	177,836					157,697	
13.0.2	Administrative support	982,132					964,832	
13.0.3	Public communications	2,775,039					3,059,419	
13.0.4	Telephone enquiry service (RITE system)	2,016,279					2,014,374	
13.0.5	Promotions and hospitality grants	231,089					224,749	
13.0.6	Advertising	205,535					153,833	
13.0.7	Guide services	261,801					309,190	
13.0.8	Print graphic services	372,902					373,809	
13.0.9	Publication services	1,496,377					1,235,933	
13.0.10	Creative services	316,509					320,035	
13.0.11	Display services	397,823					385,300	
13.0.12	Audio visual services	825,605					843,430	
13.0.13	Alberta pavilions	833,823					1,718,564	
		10,892,750	—	1,119,250	219,176	12,231,176	11,761,165	470,011
14	Water Resources Advisory							
14.0.1	Water Resources Commission	256,766	—	—	2,133	258,899	234,751	24,148
15	Designation, Regulation and Licensure of Professions and Occupations							
15.0.1	Professions and occupations	696,800	—	—	6,903	703,703	567,651	136,052
		86,287,959	—	2,883,780	961,419	90,133,158	87,056,917	3,076,241

Statement No. 11.3 (cont'd)

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	STATUTORY APPROPRIATIONS							
	Personnel Administration Revolving Fund	$ 5,680	$ —	$ —	$ —	$ 5,680	$ (67,095)	$ 72,775
	Department Total	$ 86,293,639(a)	$ —	$ 2,883,780	$ 961,419(b)	$ 90,138,838	$ 86,989,822	$ 3,149,016

(a) Includes $1,456,974 transferred from Tourism and Small Business and net of $42,342,000 transferred to Technology, Research and Telecommunications under authority of the Public Service Administrative Transfers Act.

(b) Transferred from the salary contingency fund.

Statement No. 11.4

EXECUTIVE COUNCIL
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada	$ 332,500	$ 7,500
Fees, Permits and Licences	160,594	157.427
Other Revenue:		
Refunds of expenditure:		
Occupational health and safety	4,635,000	7,841,000
Previous years' refunds	313,320	795,502
Publications	63,717	58,336
Miscellaneous:		
Long term disability plan	720,024	—
Sale of Acts	666,407	579,490
Other	9,823	20,991
	6,408,291	9,295,319
Total revenue	$6,901,385	$9,460,246

SECTION 12

1985-86
PUBLIC ACCOUNTS

FEDERAL AND INTERGOVERNMENTAL AFFAIRS

Intergovernmental Coordination and Research

The Ministry is responsible for coordination of all activities of the Government of Alberta and its agencies in relation to the Government of Canada, the Governments of the Provinces and Territories of Canada, and the governments of foreign countries.

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Statement No. 12.1

FEDERAL AND INTERGOVERNMENTAL AFFAIRS STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
I	Intergovernmental Coordination and Research	$ 6,346,806	$ —	$ 177,175	$ 91,464	$ 6,615,445	$ 6,623,187	$ (7,742)
	TOTAL 1986	$ 6,346,806	$ —	$ 177,175	$ 91,464(b)	$ 6,615,445	$ 6,623,187	$ (7,742)
	TOTAL 1985 (a)	$ 6,018,982	$ —	$ 645,000	$ —	$ 6,663,982	$ 6,553,940	$ 110,042

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 12.2

FEDERAL AND INTERGOVERNMENTAL AFFAIRS STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Intergovernmental Coordination and Research							
	Salaries, wages and employee benefits	$ 3,735,756	$ —	$ 30,000	$ 72,825	$ 3,838,581	$ 3,838,581	$ —
	Supplies and services	2,099,200	—	147,175	8,848	2,255,223	2,262,965	(7,742)
	Grants	448,500	—	—	(3,960)	444,540	444,540	—
	Purchase of fixed assets	18,000	—	—	7,135	25,135	25,135	—
	Other	45,350	—	—	6,616	51,966	51,966	—
	Department Total 1986	$ 6,346,806	$ —	$ 177,175	$ 91,464(b)	$ 6,615,445	$ 6,623,187	$ (7,742)
	Department Total 1985 (a)	$ 6,018,982	$ —	$ 645,000	$ —	$ 6,663,982	$ 6,553,940	$ 110,042

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 12.3

FEDERAL AND INTERGOVERNMENTAL AFFAIRS
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Intergovernmental Coordination and Research							
1.0.1	Minister's office	$ 236,663					$ 268,726	
1.0.2	Administrative support	784,988					843,428	
1.0.3	Intergovernmental affairs	1,900,825					2,016,814	
1.0.4	Alberta offices	2,475,030					2,432,120	
1.0.5	Conferences and missions	773,500					886,434	
1.0.6	Translation bureau	175,800					175,665	
	Department Total	$ 6,346,806	$ —	$ 177,175	$ 91,464(a)	$ 6,615,445	$ 6,623,187	$ (7,742)

(a) Transferred from the salary contingency fund.

Statement No. 12.4

FEDERAL AND INTERGOVERNMENTAL AFFAIRS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Other Revenue:		
Refunds of expenditure	$25,926	$ 2,919
Miscellaneous	12,574	—
Total revenue	$38,500	$ 2,919

SECTION 13

1985-86
PUBLIC ACCOUNTS

FORESTRY

- Departmental Support Services
- Resource Evaluation and Planning
- Forest Resources Management
- Public Lands Management
- Fish and Wildlife Conservation
- Foreign Ownership of Land Administration
- Surveying and Mapping Services
- Forestry Revolving Fund

The Department is responsible for the administration and management of Alberta's forest resources, public lands, and fish and wildlife resources. Framework surveying and mapping systems are established and maintained for the Province.

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Statement No. 13.1

FORESTRY
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
1.1	Central Support Services	$ 438,971	$ —	$ 108,590	$ 38,835	$ 586,396	$ 592,209	$ (5,813)
1.2	Financial Services	6,974,406	—	—	495,775	7,470,181	7,300,203	169,978
1.3	Administrative Support Services	6,118,765	—	—	(250,854)	5,867,911	5,973,372	(105,461)
		13,532,142	—	108,590	283,756	13,924,488	13,865,784	58,704
2	Resource Evaluation and Planning							
2.1	Program Support	676,745	—	—	50,711	727,456	713,283	14,173
2.2	Resource Evaluation	10,688,609	(188,640)	—	33,638	10,533,607	9,444,528	1,089,079
2.3	Resource Planning	1,277,794	—	—	94,830	1,372,624	1,334,037	38,587
		12,643,148	(188,640)	—	179,179	12,633,687	11,491,848	1,141,839
3	Forest Resources Management							
3.1	Program Support	29,847,667	—	1,100,000	1,313,731	32,261,398	32,243,803	17,595
3.2	Forest Land Use	6,377,187	—	—	86,895	6,464,082	6,304,295	159,787
3.3	Reforestation and Reclamation	9,876,194	—	—	85,416	9,961,610	9,328,107	633,503
3.4	Timber Management	5,876,607	—	—	76,872	5,953,479	5,861,347	92,132
3.5	Forest Protection	27,265,573	—	18,943,269	(595,476)	45,613,366	38,950,998	6,662,368
3.6	Forest Research	950,535	—	—	10,956	961,491	963,356	(1,865)
		80,193,763	—	20,043,269	978,394	101,215,426	93,651,906	7,563,520
4	Public Lands Management							
4.1	Program Support	5,168,883	—	—	334,156	5,503,039	5,278,762	224,277
4.2	Land Disposition	2,411,801	—	—	112,418	2,524,219	2,446,193	78,026
4.3	Land Management	11,953,233	—	—	(134,140)	11,819,093	11,231,483	587,610
		19,533,917	—	—	312,434	19,846,351	18,956,438	889,913
5	Fish and Wildlife Conservation							
5.1	Program Support	3,933,492	—	1,525,000	139,109	5,597,601	5,755,682	(158,081)
5.2	Wildlife Management	4,427,287	—	—	(114,781)	4,312,506	4,182,024	130,482
5.3	Fisheries Management	3,930,449	—	—	71,403	4,001,852	3,856,694	145,158
5.4	Field Services and Operations	9,118,373	—	—	295,454	9,413,827	9,362,886	50,941
5.5	Public Information and Extension	1,241,491	—	—	(7,284)	1,234,207	1,295,586	(61,379)
5.6	Habitat Development	2,245,464	—	—	67,530	2,312,994	2,421,309	(108,315)
		24,896,556	—	1,525,000	451,431	26,872,987	26,874,181	(1,194)
6	Foreign Ownership of Land Administration	469,515	—	—	8,936	478,451	342,428	136,023
7	Surveying and Mapping Services	9,936,983	—	—	176,680	10,113,663	10,111,382	2,281
		161,206,024	(188,640)	21,676,859	2,390,810	185,085,053	175,293,967	9,791,086
	STATUTORY APPROPRIATIONS							
	Forestry Revolving Fund	205,235	—	—	—	205,235	804,234	(598,999)
	TOTAL 1986	$ 161,411,259(b)	$ (188,640)(c)	$ 21,676,859	$ 2,390,810(d)	$ 185,290,288	$ 176,098,201	$ 9,192,087
	TOTAL 1985 (a)	$ 160,177,524	$ —	$ 30,065,000	$ —	$ 190,242,524	$ 177,104,635	$ 13,137,889

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from Energy and Natural Resources under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

(d) Transferred from the salary contingency fund.

Statement No. 13.3

FORESTRY
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 7,888,669	$ —	$ —	$ 355,949	$ 8,244,593	$ 8,145,609	$ 98,984
	Supplies and services	5,478,243	—	—	(617,107)	4,861,161	4,898,658	(37,497)
	Grants	21,798	—	108,590	26,624	157,012	153,020	3,992
	Purchase of fixed assets	102,632	—	—	517,790	620,422	627,461	(7,039)
	Other	40,800	—	—	500	41,300	41,036	264
	TOTAL 1986	$ 13,532,142	$ —	$ 108,590	$ 283,756	$ 13,924,488	$ 13,865,784	$ 58,704
	TOTAL 1985 (a)	$ 14,244,432	$ —	$ —	$ —	$ 14,244,432	$ 14,547,711	$ (303,279)
2	Resource Evaluation and Planning							
	Salaries, wages and employee benefits	$ 4,924,942	$ —	$ —	$ 434,179	$ 5,359,121	$ 5,309,999	$ 49,122
	Supplies and services	7,326,591	(188,640)	—	(255,000)	6,882,951	5,822,891	1,060,060
	Grants	74,471	—	—	—	74,471	74,471	—
	Purchase of fixed assets	317,144	—	—	—	317,144	284,487	32,657
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 12,643,148	$ (188,640)	$ —	$ 179,179	$ 12,633,687	$ 11,491,848	$ 1,141,839
	TOTAL 1985 (a)	$ 11,936,903	$ —	$ —	$ —	$ 11,936,903	$ 12,125,543	$ (188,640)
3	Forest Resources Management							
	Salaries, wages and employee benefits	$ 42,153,043	$ —	$ 6,791,551	$ 643,137	$ 49,587,731	$ 45,717,346	$ 3,870,385
	Supplies and services	35,728,550	—	13,251,718	(365,590)	48,614,678	45,206,699	3,407,979
	Grants	871,700	—	—	—	871,700	867,889	3,811
	Purchase of fixed assets	1,432,970	—	—	700,847	2,133,817	1,859,972	273,845
	Other	7,500	—	—	—	7,500	—	7,500
	TOTAL 1986	$ 80,193,763	$ —	$ 20,043,269	$ 978,394	$ 101,215,426	$ 93,651,906	$ 7,563,520
	TOTAL 1985 (a)	$ 77,270,325	$ —	$ 24,000,000	$ —	$ 101,270,325	$ 92,674,306	$ 8,596,019
4	Public Lands Management							
	Salaries, wages and employee benefits	$ 10,440,906	$ —	$ —	$ 486,134	$ 10,927,040	$ 10,816,500	$ 110,540
	Supplies and services	8,976,335	—	—	(173,700)	8,802,635	8,062,226	740,409
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	116,676	—	—	—	116,676	77,712	38,964
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 19,533,917	$ —	$ —	$ 312,434	$ 19,846,351	$ 18,956,438	$ 889,913
	TOTAL 1985 (a)	$ 19,422,408	$ —	$ —	$ —	$ 19,422,408	$ 17,586,106	$ 1,836,302
5	Fish and Wildlife Conservation							
	Salaries, wages and employee benefits	$ 14,467,888	$ —	$ —	$ 511,431	$ 14,979,319	$ 15,058,795	$ (79,476)
	Supplies and services	9,439,878	—	—	(60,000)	9,379,878	9,404,399	(24,521)
	Grants	410,260	—	1,525,000	—	1,935,260	1,911,292	23,968
	Purchase of fixed assets	576,660	—	—	—	576,660	499,695	76,965
	Other	1,870	—	—	—	1,870	—	1,870
	TOTAL 1986	$ 24,896,556	$ —	$ 1,525,000	$ 451,431	$ 26,872,987	$ 26,874,181	$ (1,194)
	TOTAL 1985 (a)	$ 26,740,981	$ —	$ 6,065,000	$ —	$ 32,805,981	$ 30,015,746	$ 2,790,235

Statement No. 13.2 (cont'd)

FORESTRY
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Foreign Ownership of Land Administration							
	Salaries, wages and employee benefits	$ 311,111	$ —	$ —	$ 8,936	$ 320,047	$ 278,468	$ 41,579
	Supplies and services	158,404	—	—	(24,000)	134,404	40,948	93,456
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	24,000	24,000	23,012	988
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 469,515	$ —	$ —	$ 8,936	$ 478,451	$ 342,428	$ 136,023
	TOTAL 1985 (a)	$ 467,145	$ —	$ —	$ —	$ 467,145	$ 312,248	$ 154,897
7	Surveying and Mapping Services							
	Salaries, wages and employee benefits	$ 5,229,321	$ —	$ —	$ 533,680	$ 5,763,001	$ 5,788,457	$ (25,456)
	Supplies and services	4,412,160	—	—	(825,100)	3,587,060	3,635,154	(48,094)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	295,502	—	—	468,100	763,602	687,771	75,831
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 9,936,983	$ —	$ —	$ 176,680	$ 10,113,663	$ 10,111,382	$ 2,281
	TOTAL 1985 (a)	$ 10,095,330	$ —	$ —	$ —	$ 10,095,330	$ 9,842,975	$ 252,355
	Total Voted 1986	$ 161,206,024	$ (188,640)	$ 21,676,859	$ 2,390,810	$ 185,085,053	$ 175,293,967	$ 9,791,086
	Total Voted 1985	$ 160,177,524	$ —	$ 30,065,000	$ —	$ 190,242,524	$ 177,104,635	$ 13,137,889
	STATUTORY APPROPRIATIONS							
	Forestry Revolving Fund							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	565,447	(565,447)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	235,491	—	—	—	235,491	139,866	95,625
	Other	(30,256)	—	—	—	(30,256)	98,921	(129,177)
	Total Statutory 1986	$ 205,235	$ —	$ —	$ —	$ 205,235	$ 804,234	$ (598,999)
	Total Statutory 1985	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Department Total 1986	$ 161,411,259(b)	$ (188,640)(c)	$ 21,676,859	$ 2,390,810(d)	$ 185,290,288	$ 176,098,201	$ 9,192,087
	Department Total 1985 (a)	$ 160,177,524	$ —	$ 30,065,000	$ —	$ 190,242,524	$ 177,104,635	$ 13,137,889

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from Energy and Natural Resources under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

(d) Transferred from the salary contingency fund.

Statement No. 13.3

FORESTRY
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
1.1	Central Support Services							
1.1.1	Minister's office	$ 178,971					$ 300,682	
1.1.2	Deputy ministers' offices	260,000					291,527	
1.2	Financial Services							
1.2.1	Financial accounting	2,855,381					2,716,978	
1.2.3	General services	3,530,868					4,025,272	
1.2.6	Financial management	81,652					80,857	
1.2.7	Financial planning and control	506,505					477,096	
1.3	Administrative Support Services							
1.3.1	Personnel services	1,835,148					1,967,698	
1.3.2	Information services	541,325					263,160	
1.3.3	Public affairs	320,711					354,664	
1.3.4	Computer services	3,077,221					3,037,236	
1.3.5	Internal audit	344,360					350,614	
		13,532,142	$ —	$ 108,590	$ 283,756	$ 13,924,488	13,865,784	$ 58,704
2	Resource Evaluation and Planning							
2.1	Program Support							
2.1.1	Administrative support	431,783					434,455	
2.1.2	Regional services	244,962					278,828	
2.2	Resource Evaluation							
2.2.1	Administrative support	201,694					219,753	
2.2.2	Mapping	6,853,764					6,435,114	
2.2.3	Resource inventory and appraisal	2,227,168					2,005,598	
2.2.4	Resource data bank	1,405,983					784,063	
2.3	Resource Planning							
2.3.1	Administrative support	190,091					182,052	
2.3.2	Regional planning	267,937					287,872	
2.3.3	Integrated management planning	306,005					334,220	
2.3.4	Current planning	211,846					231,841	
2.3.5	Public involvement	301,915					298,052	
		12,643,148	(188,640)	—	179,179	12,633,687	11,491,848	1,141,839
3	Forest Resources Management							
3.1	Program Support							
3.1.1	Forestry administration	19,858,844					21,405,586	
3.1.2	Budget and purchasing	395,206					372,628	
3.1.3	Buildings	3,635,266					4,505,636	
3.1.4	Mechanical	3,993,174					3,966,762	
3.1.5	Equipment development	274,932					258,055	
3.1.6	Warehousing	361,479					376,092	
3.1.7	Poplar Creek	131,417					99,840	
3.1.8	Forestry social development	863,338					909,496	
3.1.9	Extension services	334,011					349,709	
3.2	Forest Land Use							
3.2.1	Administrative support	429,776					391,108	
3.2.2	Watershed management	284,461					278,883	
3.2.3	Operations	547,967					524,172	
3.2.4	Technical development	165,948					159,244	
3.2.5	Forest recreation	3,980,913					4,022,951	
3.2.6	Integrated resource planning	512,312					468,252	
3.2.7	Range management	455,810					459,685	

FORESTRY
STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
3.3	Reforestation and Reclamation							
3.3.1	Administrative support	$ 207,192					$ 238,687	
3.3.2	Quota reforestation	2,646,316					2,427,352	
3.3.3	Reforestation	2,964,973					3,475,427	
3.3.4	Genetics and tree improvement	269,252					246,557	
3.3.5	Pine Ridge Forest Nursery	3,174,861					2,415,749	
3.3.6	Reclamation	538,774					461,703	
3.3.7	Afforestation	74,826					62,633	
3.4	Timber Management							
3.4.1	Administrative support	531,930					569,740	
3.4.2	Forest measurement	621,703					622,245	
3.4.3	Management planning	1,631,294					1,585,936	
3.4.4	Statistics	557,408					540,231	
3.4.5	Woods operations	185,292					177,195	
3.4.6	Forest revenue	1,301,258					1,304,251	
3.4.7	Forest products development	1,047,722					1,053,633	
3.4.8	Silviculture	—					8,117	
3.5	Forest Protection							
3.5.1	Administrative support	376,457					327,981	
3.5.2	Meteorology	379,739					282,733	
3.5.3	Telecommunications	2,776,674					2,668,903	
3.5.4	Fire prevention	627,617					587,969	
3.5.5	Fire detection	2,155,672					2,137,508	
3.5.6	Fire presuppression	4,873,251					4,764,082	
3.5.7	Fire operations	6,962,111					20,453,059	
3.5.8	Aircraft operations	7,845,902					6,887,094	
3.5.9	Fire problem analysis	189,392					173,961	
3.5.10	Insect and disease control	1,078,758					667,707	
3.6	Forest Research							
3.6.1	Administrative support	484,535					506,244	
3.6.2	Forest management research	466,000					457,110	
		80,193,763	$ —	$ 20,043,269	$ 978,394	$ 101,215,426	93,651,906	$ 7,563,520
4	Public Lands Management							
4.1	Program Support							
4.1.1	Administrative support	1,414,746					1,498,836	
4.1.2	Field support services	2,832,056					2,912,567	
4.1.3	Documentation	922,081					867,359	
4.2	Land Disposition							
4.2.1	Administrative support	147,685					149,451	
4.2.2	Grazing dispositions	437,187					405,824	
4.2.3	Farmland dispositions	581,089					589,646	
4.2.4	Special dispositions	1,245,840					1,301,271	
4.3	Land Management							
4.3.1	Administrative support	101,999					116,267	
4.3.2	Grazing land management	450,886					402,562	
4.3.3	Land management and reservation	901,189					909,036	
4.3.4	Grazing reserves	5,623,689					5,147,452	
4.3.5	Range improvement	4,875,470					4,656,167	
		19,533,917	—	—	312,434	19,846,351	18,956,438	889,913

FORESTRY
STATEMENT OF EXPENDITURE BY ELEMENT

Statement No. 13.3 (cont'd)

Vote and Ref. No.	Program/Element	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
5	Fish and Wildlife Conservation							
5.1	Program Support							
5.1.1	Administrative support	$ 1,996,051					$ 2,297,829	
5.1.2	Warehouse	288,873					303,497	
5.1.3	Licensing and data services	1,045,845					1,012,580	
5.1.4	Public advisory council	51,027					68,154	
5.1.5	Resource economics and assessment	141,436					160,563	
5.1.6	Research and compensatory grants	410,260					1,913,060	
5.2	Wildlife Management							
5.2.1	Administrative support	273,364					286,381	
5.2.2	Regional wildlife services	1,028,661					947,907	
5.2.3	Game management	1,279,301					1,161,511	
5.2.4	Fur management and technical services	979,210					973,323	
5.2.6	Wildlife culture	866,751					812,901	
5.3	Fisheries Management							
5.3.1	Administrative support	225,005					190,336	
5.3.2	Regional fisheries services	1,294,126					1,362,158	
5.3.3	Biological services	99,423					112,602	
5.3.4	Sport fishing management	737,907					595,450	
5.3.5	Commercial fisheries management	102,456					97,303	
5.3.7	Fish culture	1,471,532					1,498,845	
5.4	Field Services and Operations							
5.4.1	Administrative support	265,936					264,665	
5.4.2	Standards and procedures	583,374					541,140	
5.4.3	Special investigations	170,570					170,965	
5.4.4	Regional directors' offices	444,748					509,404	
5.4.5	Regional services - operations	5,249,462					5,355,140	
5.4.6	Regional services - administrative	1,965,096					2,159,149	
5.4.7	Mobile communications	439,187					354,118	
5.4.8	Regulation development	—					8,306	
5.5	Public Information and Extension							
5.5.1	Administrative support	92,577					100,735	
5.5.2	Hunter training	483,158					493,652	
5.5.3	Conservation education	547,818					600,295	
5.5.4	Public enquiries - technical services	117,938					100,904	
5.6	Habitat Development							
5.6.1	Administrative support	135,135					158,740	
5.6.2	Regional habitat services	1,385,449					1,402,551	
5.6.3	Integrated planning	62,362					73,148	
5.6.4	Protection services	171,950					180,225	
5.6.5	Wildlife habitat development	52,489					69,671	
5.6.6	Fisheries habitat development	438,079					536,973	
		24,896,556	$ —	$ 1,525,000	$ 451,431	$ 26,872,987	26,874,181	$ (1,194)
6	Foreign Ownership of Land Administration							
6.0.1	Foreign ownership of land administration	374,014					310,812	
6.0.2	Land agents licensing	95,501					31,616	
		469,515	—	—	8,936	478,451	342,428	136,023

F EXPENDITURE

	Funds Provided						
m/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
l Mapping							
ative support	$ 703,079					$ 704,336	
	2,660,404					2,371,059	
ntrol	2,069,333					2,021,059	
eys	2,396,135					2,866,073	
nd tion	1,806,746					1,862,730	
rmation	301,286					286,125	
	9,936,983	$ —	$ —	$ 176,680	$ 10,113,663	10,111,382	$ 2,281
	161,206,024	(188,640)	21,676,859	2,390,810	185,085,053	175,293,967	9,791,086
APPROPRIATIONS							
und	205,235	—	—	—	205,235	804,234	(598,999)
otal	$ 161,411,259(a)	$ (188,640)(b)	$ 21,676,859	$ 2,390,810(c)	$ 185,290,288	$ 176,098,201	$ 9,192,087

ergy and Natural Resources under authority of the Public Service Administrative Transfers Act.

section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the

e salary contingency fund.

Statement No. 13.4

FORESTRY
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Taxes:		
Fur tax	$ 28,633	$ 139,396
Payments from Government of Canada	2,411,867	1,263,254
Fees, Permits and Licences:		
Timber rentals and fees	17,037,812	18,408,127
Lands and grazing	12,024,453	13,054,015
Game	3,937,874	4,507,464
Fishing	997,015	1,674,064
Other	469,523	409,722
	34,466,677	38,053,392
Other Revenue:		
Investment income:		
General land sales interest	1,023,825	928,177
Other	225,503	228,486
Refunds of expenditure:		
Previous years' refunds	802,593	233,158
Services and supplies to staff	543,862	453,126
Maps, plans and photos	(292,670)	644,771
Other	67,602	35,800
Sales of assets:		
Land	3,373,530	4,196,555
Homesteads	(259,102)	358,893
Miscellaneous	189,959	168,019
	5,675,102	7,246,985
Total revenue	$42,582,279	$46,703,027

SECTION 14

1985-86
PUBLIC ACCOUNTS

HOSPITALS AND MEDICAL CARE

Departmental Support Services
Health Care Insurance
Financial Assistance for Active Care
Financial Assistance for Long-Term Chronic Care
Financial Assistance for Supervised Personal Care
Financial Assistance for Capital Construction

The Ministry is responsible for establishing, financing and coordinating the delivery of health care programs through active, auxiliary and mental health hospitals and nursing homes; for the development of programs which ensure that every Albertan has access to an adequate level of health care, and for the provision of basic health care insurance coverage for all Albertans and premium-free Blue Cross and extended health care benefits for all senior citizens through the Alberta Health Care Insurance Plan.

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Statement No. 14.1

HOSPITALS AND MEDICAL CARE STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services	$ 40,346,023	$ —	$ —	$ 788,639	$ 41,134,662	$ 39,805,230	$ 1,329,432
2	Health Care Insurance	426,161,000	—	—	—	426,161,000	425,969,063	191,937
3	Financial Assistance for Active Care							
3.1	Program Support	168,852,976	—	—	(21,869,500)	146,983,476	117,503,882	29,479,594
3.2	Major Medical Referral and Research Centres	227,143,290	—	—	5,862,000	233,005,290	232,929,805	75,485
3.3	Major Urban Medical and Referral Centres	396,386,900	—	—	6,803,500	403,190,400	402,693,085	497,315
3.4	Other Referral Centres	137,363,060	—	—	2,714,000	140,077,060	137,318,998	2,758,062
3.5	Specialized Health Care	174,171,649	—	2,276,114	3,304,000	179,751,763	179,279,822	471,941
3.6	Community-Based Hospital Facilities	149,207,055	—	—	2,132,000	151,339,055	151,157,205	181,850
3.7	Rural Community-Based Hospital Facilities	98,507,157	—	—	1,054,000	99,561,157	98,807,303	753,854
		1,351,632,087	—	2,276,114	—	1,353,908,201	1,319,690,100	34,218,101
4	Financial Assistance for Long-Term Chronic Care							
4.1	Program Support	10,922,244	—	—	—	10,922,244	3,198,797	7,723,447
4.2	Long-Term Chronic Care	173,588,105	—	—	—	173,588,105	170,865,223	2,722,882
4.3	Specialized Long-Term Chronic Care	2,215,415	—	—	—	2,215,415	2,033,274	182,141
		186,725,764	—	—	—	186,725,764	176,097,294	10,628,470
5	Financial Assistance for Supervised Personal Care							
5.1	Program Support	3,923,084	—	—	(50,000)	3,873,084	2,873,336	999,748
5.2	District Nursing Homes	35,459,821	—	750,000	—	36,209,821	36,122,546	87,275
5.3	Private Nursing Homes	48,887,974	—	1,700,000	—	50,587,974	50,511,695	76,279
5.4	Voluntary Nursing Homes	20,578,080	—	950,000	50,000	21,578,080	21,540,962	37,118
		108,848,959	—	3,400,000	—	112,248,959	111,048,539	1,200,420
6	Financial Assistance for Capital Construction							
6.1	Program Support	23,639,000	—	—	(5,700,000)	17,939,000	17,246,916	692,084
6.2	Major Medical Referral and Research Centres	226,000	—	11,500,000	4,900,000	16,626,000	14,392,090	2,233,910
6.3	Major Urban Medical and Referral Centres	76,781,000	—	13,500,000	(2,800,000)	87,481,000	83,751,525	3,729,475
6.4	Other Referral Centres	40,241,000	—	—	2,500,000	42,741,000	42,500,433	240,567
6.5	Specialized Health Care	10,009,000	—	—	(4,130,000)	5,879,000	4,912,131	966,869
6.6	Community-Based Hospital Facilities	44,506,000	—	—	11,300,000	55,806,000	55,589,576	216,424
6.7	Rural Community-Based Hospital Facilities	19,507,000	—	—	1,000,000	20,507,000	19,881,506	625,494
6.8	Long-Term Chronic Care	9,730,000	—	—	(6,920,000)	2,810,000	2,238,388	571,612
6.9	Supervised Personal Care	216,000	—	—	(150,000)	66,000	30,966	35,034
		224,855,000	—	25,000,000	—	249,855,000	240,543,531	9,311,469
	Less: capitalized as a voted non-budgetary disbursement	—	—	(11,500,000)	—	(11,500,000)	(9,769,202)	(1,730,798)
		224,855,000	—	13,500,000	—	238,355,000	230,774,329	7,580,671
	TOTAL 1986	$2,338,568,833	$ —	$ 19,176,114	$ 788,639(b)	$2,358,533,586	$2,303,384,555	$ 55,149,031
	TOTAL 1985 (a)	$2,283,652,331	$ —	$ 2,894,189	$ —	$2,286,546,520	$2,095,390,914	$ 191,155,606

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 14.2

HOSPITALS AND MEDICAL CARE STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 25,790,531	$ —	$ —	$ 788,639	$ 26,579,170	$ 25,863,756	$ 715,414
	Supplies and services	14,122,817	—	—	(124,946)	13,997,871	13,413,849	584,022
	Grants	61,500	—	—	—	61,500	56,441	5,059
	Purchase of fixed assets	300,000	—	—	124,946	424,946	416,868	8,078
	Other	71,175	—	—	—	71,175	54,316	16,859
	TOTAL 1986	$ 40,346,023	$ —	$ —	$ 788,639	$ 41,134,662	$ 39,805,230	$ 1,329,432
	TOTAL 1985	$ 37,109,758	$ —	$ —	$ —	$ 37,109,758	$ 36,870,799	$ 238,959
2	Health Care Insurance							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	426,161,000	—	—	—	426,161,000	425,969,063	191,937
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 426,161,000	$ —	$ —	$ —	$ 426,161,000	$ 425,969,063	$ 191,937
	TOTAL 1985	$ 432,068,000	$ —	$ —	$ —	$ 432,068,000	$ 353,811,751	$ 78,256,249
3	Financial Assistance for Active Care							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	1,351,632,087	—	2,276,114	—	1,353,908,201	1,319,690,100	34,218,101
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$1,351,632,087	$ —	$ 2,276,114	$ —	$1,353,908,201	$1,319,690,100	$ 34,218,101
	TOTAL 1985 (a)	$1,283,259,646	$ —	$ —	$ —	$1,283,259,646	$1,237,745,743	$ 45,513,903
4	Financial Assistance for Long-Term Chronic Care							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	186,725,764	—	—	—	186,725,764	176,097,294	10,628,470
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 186,725,764	$ —	$ —	$ —	$ 186,725,764	$ 176,097,294	$ 10,628,470
	TOTAL 1985 (a)	$ 171,823,638	$ —	$ —	$ —	$ 171,823,638	$ 164,953,304	$ 6,870,334
5	Financial Assistance for Supervised Personal Care							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	108,848,959	—	3,400,000	—	112,248,959	111,048,539	1,200,420
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 108,848,959	$ —	$ 3,400,000	$ —	$ 112,248,959	$ 111,048,539	$ 1,200,420
	TOTAL 1985	$ 102,485,289	$ —	$ 2,894,189	$ —	$ 105,379,478	$ 104,651,151	$ 728,327

HOSPITALS AND MEDICAL CARE STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Financial Assistance for Capital Construction							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	54,450,000	—	6,000,000	10,100,000	70,550,000	66,428,198	4,121,802
	Grants	170,405,000	—	19,000,000	(14,300,000)	175,105,000	169,964,942	5,140,058
	Purchase of fixed assets	—	—	—	4,200,000	4,200,000	4,150,391	49,609
	Other	—	—	—	—	—	—	—
		224,855,000	—	25,000,000	—	249,855,000	240,543,531	9,311,469
	Less: capitalized as a voted non-budgetary expenditure	—	—	(11,500,000)	—	(11,500,000)	(9,769,202)	(1,730,798)
	TOTAL 1986	$ 224,855,000	$ —	$ 13,500,000	$ —	$ 238,355,000	$ 230,774,329	$ 7,580,671
	TOTAL 1985 (a)	$ 256,906,000	$ —	$ —	$ —	$ 256,906,000	$ 197,358,166	$ 59,547,834
	Department Total 1986	$2,338,568,833	$ —	$ 19,176,114	$ 788,639(b)	$2,358,533,586	$2,303,384,555	$ 55,149,031
	Department Total 1985 (a)	$2,283,652,331	$ —	$ 2,894,189	$ —	$2,286,546,520	$2,095,390,914	$ 191,155,606

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.
(b) Transferred from the salary contingency fund.

Statement No. 14.3

HOSPITALS AND MEDICAL CARE
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support Services							
1.0.1	Minister's office	$ 284,601					$ 277,989	
1.0.2	Deputy minister's office	882,073					702,159	
1.0.3	Professional services	827,391					732,721	
1.0.4	Personnel services	647,602					641,176	
1.0.5	Hospital services	6,047,901					5,949,898	
1.0.6	Health care insurance plan administration	21,954,306					21,179,430	
1.0.7	Finance and administrative services	8,498,895					8,896,775	
1.0.8	Policy development	1,203,254					1,425,082	
		40,346,023	$ —	$ —	$ 788,639	$ 41,134,662	39,805,230	$ 1,329,432
2	Health Care Insurance							
2.0.1	Basic health services - budgetary requirement	299,559,000					297,706,016	
2.0.2	Blue Cross non-group benefits-budgetary requirement	77,376,000					76,991,477	
2.0.3	Extended health benefits	26,067,000					29,331,987	
2.0.4	Out of Province hospital costs	23,159,000					21,939,583	
		426,161,000	—	—	—	426,161,000	425,969,063	191,937
3	Financial Assistance for Active Care							
3.1	Program Support							
3.1.1	Bad debts	600,000					1,431,508	
3.1.2	Equity interest	599,869					597,508	
3.1.3	Major equipment	26,625,619					26,181,493	
3.1.4	Extraordinary hospital maintenance	3,200,000					2,363,628	
3.1.5	Systems development	218,350					354,069	
3.1.6	Research grants	111,000					111,000	
3.1.7	Human tissue and blood service	10,332,072					10,944,837	
3.1.8	Medical education service component	27,395,310					26,450,751	
3.1.9	Air ambulance	2,500,000					3,693,366	
3.1.10	Specific programs	32,124,866					31,171,455	
3.1.11	Operational commissioning	16,262,263					12,721,779	
3.1.12	Other program support	48,883,627					1,482,490	
3.2	Major Medical Referral and Research Centres							
3.2.1	Edmonton, University of Alberta	132,999,790					134,064,751	
3.2.2	Calgary, Foothills Provincial General	94,143,500					98,865,054	
3.3	Major Urban Medical and Referral Centres							
3.3.1	Calgary, General	91,034,524					92,765,175	
3.3.2	Calgary, District #93	74,083,483					75,656,792	
3.3.3	Edmonton, General	44,423,478					46,264,884	
3.3.4	Edmonton, Misericordia	46,337,565					46,118,364	
3.3.5	Edmonton, Royal Alexandra	98,485,223					100,317,666	
3.3.6	Edmonton, District #106	371,378					380,460	
3.3.7	Calgary, Colonel Belcher	13,870,579					13,644,264	
3.3.8	Edmonton, Charles Camsell	27,780,670					27,545,480	
3.4	Other Referral Centres							
3.4.1	Fort McMurray, Regional	17,241,137					17,521,188	
3.4.2	Grande Prairie, Queen Elizabeth II	25,994,942					24,274,547	
3.4.3	Lethbridge, Regional	15,600,000					15,892,292	

Statement No. 14.3 (cont'd)

HOSPITALS AND MEDICAL CARE STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
3.4.4	Lethbridge, St. Michael's General	$ 13,786,560					$ 14,230,704	
3.4.5	Lethbridge, Regional Lab.	4,156,209					4,323,024	
3.4.6	Medicine Hat and District	20,200,000					19,296,648	
3.4.7	Red Deer, Regional	35,540,795					37,030,839	
3.4.8	Red Deer, Regional Lab.	4,843,417					4,749,756	
3.5	Specialized Health Care							
3.5.1	Calgary, Alberta Children's Provincial General	36,264,874					38,269,069	
3.5.2	Calgary, Salvation Army Grace	9,553,558					9,362,064	
3.5.3	Alberta Cancer Board	34,649,880					35,803,321	
3.5.4	Edmonton, Glenrose Rehabilitation	24,563,123					25,422,012	
3.5.5	Alberta Hospital, Edmonton	43,134,284					43,492,200	
3.5.6	Alberta Hospital, Ponoka	26,005,930					26,931,156	
3.6	Community-Based Hospital Facilities							
3.6.1	Camrose, St. Mary's	6,216,802					6,625,752	
3.6.2	St. Albert, Sturgeon General	8,477,210					8,998,645	
3.6.3	Wetaskiwin General	8,987,286					9,456,774	
3.6.4	Community-based facilities	125,525,757					126,076,034	
3.7	Rural Community-Based Hospital Facilities							
3.7.1	Northwest region	29,084,693					29,544,732	
3.7.2	Northeast region	20,815,036					20,540,470	
3.7.3	Central region	31,697,808					31,371,749	
3.7.4	Southern region	16,909,620					17,350,350	
		1,351,632,087	$ —	$ 2,276,114	$ —	$1,353,908,201	1,319,690,100	$ 34,218,101
4	Financial Assistance for Long-Term Chronic Care							
4.1	Program Support							
4.1.1	Bad debts	10,000					298	
4.1.2	Equity interest	280,400					130,771	
4.1.3	Major equipment	808,564					911,601	
4.1.4	Extraordinary hospital maintenance	900,000					390,525	
4.1.5	Operational commissioning	1,743,539					1,610,127	
4.1.6	Other program support	7,179,741					155,475	
4.2	Long-Term Chronic Care							
4.2.1	Calgary, Bethany Auxiliary	13,571,094					13,804,848	
4.2.2	Calgary, A.H. & N.H. #7	14,194,610					14,392,152	
4.2.3	Edmonton, A.H. & N.H. #24	18,413,471					18,407,532	
4.2.4	Edmonton, Good Samaritan	6,057,438					6,197,020	
4.2.5	Edmonton, St. Joseph's	5,941,780					6,002,460	
4.2.6	Lethbridge, Rehabilitation Centre	3,559,710					3,567,732	
4.2.7	Medicine Hat and District (Auxiliary)	3,999,640					3,922,365	
4.2.8	Red Deer, Dr. R. Parson's Auxiliary	3,444,529					3,715,512	
4.2.9	Calgary, Dr. Vernon Fanning Extended Care Centre	10,775,985					10,726,908	
4.2.10	Edmonton, Dickinsfield Extended Care Centre	7,743,480					7,755,480	

Statement No. 14.3 (cont'd)

HOSPITALS AND MEDICAL CARE STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4.2.11	Edmonton, Youville Geriatric Services	$ 16,492,083					$ 15,972,216	
4.2.12	Edmonton, Mewburn Veterans' Home	3,826,297					3,804,828	
4.2.13	Calgary, Foothills Auxiliary	7,041,192					6,719,318	
4.2.14	Calgary, Colonel Belcher Auxiliary	5,455,540					5,250,876	
4.2.15	Edmonton, Aberhart	1,708,658					1,760,352	
4.2.16	Edmonton, Millwoods Shepherd's Care Centre Auxiliary	2,325,545					2,365,812	
4.2.17	Edmonton, St. Michael's Auxiliary	2,302,056					2,440,352	
4.2.30	Rural long-term chronic care facilities	46,734,997					44,059,460	
4.3	Specialized Long-Term Chronic Care							
4.3.1	Rural specialized facilities	2,215,415					2,033,274	
		186,725,764	$ —	$ —	$ —	$ 186,725,764	176,097,294	$ 10,628,470
5	Financial Assistance for Supervised Personal Care							
5.1	Program Support							
5.1.1	Program support	3,923,084					2,873,336	
5.2	District Nursing Homes							
5.2.1	Operating grants	35,294,821					35,986,229	
5.2.2	Equipment grants	100,000					136,317	
5.2.3	Operational commissioning	65,000					—	
5.3	Private Nursing Homes							
5.3.1	Operating grants	48,887,974					50,511,696	
5.4	Voluntary Nursing Homes							
5.4.1	Operating grants	20,578,080					21,540,961	
		108,848,959	—	3,400,000	—	112,248,959	111,048,539	1,200,420
6	Financial Assistance for Capital Construction							
6.1	Program Support							
6.1.1	Capital projects cost analysis and scope studies	300,000					137,892	
6.1.3	Engineering studies	100,000					75,424	
6.1.4	Blood transfusion services	891,000					891,000	
6.1.5	Minor construction	22,260,000					16,077,893	
6.1.6	Planning fees	88,000					64,707	
6.2	Major Medical Referral and Research Centres							
6.2.1	Edmonton, University of Alberta	226,000					9,769,202	
6.2.2	Calgary, Foothills Provincial General	—					4,622,888	
6.3	Major Urban Medical and Referral Centres							
6.3.1	Calgary, General	800,000					389,490	
6.3.2	Calgary, District #93	22,209,000					17,118,306	
6.3.3	Edmonton, General	200,000					363,276	
6.3.4	Edmonton, Misericordia	340,000					114,758	
6.3.5	Edmonton, Royal Alexandra	270,000					205,900	
6.3.6	Edmonton, Southeast	27,851,000					31,601,302	
6.3.7	Calgary, Northeast	25,111,000					33,958,492	
6.4	Other Referral Centres							
6.4.2	Grande Prairie, Queen Elizabeth II	12,010,000					9,675,000	

Statement No. 14.3 (cont'd)

HOSPITALS AND MEDICAL CARE STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6.4.3	Lethbridge, Regional	$ 16,890,000					$ 10,775,042	
6.4.4	Lethbridge, St. Michael's General	—					4,150,391	
6.4.6	Medicine Hat and District	11,341,000					17,900,000	
6.5	Specialized Health Care							
6.5.3	Alberta Cancer Board	250,000					131,418	
6.5.4	Edmonton, Glenrose Rehabilitation	6,500,000					3,858,145	
6.5.5	Alberta Hospital, Edmonton	230,000					—	
6.5.6	Alberta Hospital, Ponoka	3,029,000					922,568	
6.6	Community-Based Hospital Facilities							
6.6.1	Camrose, St. Mary's	850,000					258,953	
6.6.2	St. Albert, Sturgeon General	1,580,000					445,906	
6.6.3	Wetaskiwin, General	511,000					317,335	
6.6.4	Community-based facilities	41,565,000					54,567,382	
6.7	Rural Community-Based Hospital Facilities							
6.7.1	Northwest region	5,175,000					5,301,750	
6.7.2	Northeast region	10,348,000					12,765,746	
6.7.3	Central region	2,568,000					1,814,010	
6.7.4	Southern region	1,416,000					—	
6.8	Long-Term Chronic Care							
6.8.2	Calgary, A.H. & N.H. #7	560,000					40,861	
6.8.4	Edmonton, Good Samaritan	4,290,000					726,427	
6.8.11	Rural long-term chronic care facilities	4,880,000					330,642	
6.8.16	Edmonton, Millwoods Shepherd's Care Centre Auxiliary	—					317,306	
6.8.17	Edmonton, St. Michaels Auxiliary	—					823,152	
6.9	Supervised Personal Care							
6.9.1	District nursing homes	216,000					30,967	
		224,855,000	$ —	$ 25,000,000	$ —	$ 249,855,000	240,543,531	$ 9,311,469
	Less: capitalized as a voted non-budgetary disbursement	—	—	(11,500,000)	—	(11,500,000)	(9,769,202)	(1,730,798)
		224,855,000	—	13,500,000	—	238,355,000	230,774,329	7,580,671
	Department Total	$2,338,568,833	$ —	$ 19,176,114	$ 788,639(a)	$2,358,533,586	$2,303,384,555	$ 55,149,031

(a) Transferred from the salary contingency fund.

Statement No. 14.4

HOSPITALS AND MEDICAL CARE
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada:		
Hospital insurance	$362,373,832	$354,724,432
Other	71,663	—
	362,445,495	354,724,432
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	14,621,438	6,503,659
Third party liability	4,342,100	4,286,019
Miscellaneous:		
Worker's Compensation Board administration fees	180,000	1,430,000
Other	70,451	122,718
	19,213,989	12,342,396
Total revenue	$381,659,484	$367,066,828

SECTION 15

1985-86
PUBLIC ACCOUNTS

HOUSING

Departmental Support Services
Policy Development and Financial Assistance for Housing
Alberta Heritage Fund Mortgage Interest Reduction Program
Housing and Mortgage Assistance for Albertans

The Ministry is responsible for the coordination and implementation of the policies and programs of the Government of Alberta in matters pertaining to housing.

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OF EXPENDITURE BY
ND SUB-PROGRAM

	Funds Provided						
ub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
ital Support							
	$ 1,988,100	$ —	$ —	$ 39,036	$ 2,027,136	$ 1,881,277	$ 145,859
elopment and							
Assistance							
ng							
Support	15,582,500	—	—	2,342,194	17,924,694	16,147,061	1,777,633
l Assistance							
using	46,709,000	—	—	(2,175,000)	44,534,000	33,638,944	10,895,056
	62,291,500	—	—	167,194	62,458,694	49,786,005	12,672,689
ritage Fund							
Interest Reduction							
Support	3,486,800	—	—	30,361	3,517,161	2,152,891	1,364,270
l Assistance	6,000,000	—	—	—	6,000,000	2,196,872	3,803,128
	9,486,800	—	—	30,361	9,517,161	4,349,763	5,167,398
d Mortgage							
e for Albertans	268,533,000	—	—	—	268,533,000	206,780,645	61,752,355
86	$ 342,299,400	$ —	$ —	$ 236,591(b)	$ 342,535,991	$ 262,797,690	$ 79,738,301
85	$ 376,536,603	$ (49,352,127)(a)	$ 43,100,000	$ —	$ 370,284,476	$ 283,959,382	$ 86,325,094

ith section 32 of the Financial Administration Act, the original estimates were charged with liabilities of the prior fiscal year to the extent they exceeded the ty.

the salary contingency fund.

Statement No. 15.2

HOUSING
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 1,420,800	$ —	$ —	$ 38,736	$ 1,459,536	$ 1,398,089	$ 61,447
	Supplies and services	499,000	—	—	—	499,000	414,790	84,210
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	27,500	—	—	—	27,500	27,362	138
	Other	40,800	—	—	300	41,100	41,036	64
	TOTAL 1986	$ 1,988,100	$ —	$ —	$ 39,036	$ 2,027,136	$ 1,881,277	$ 145,859
	TOTAL 1985	$ 1,728,000	$ —	$ —	$ —	$ 1,728,000	$ 1,634,644	$ 93,356
2	Policy Development and Financial Assistance for Housing							
	Salaries, wages and employee benefits	$ 5,308,800	$ —	$ —	$ 167,194	$ 5,475,994	$ 5,331,603	$ 144,391
	Supplies and services	6,620,700	—	—	—	6,620,700	5,357,812	1,262,888
	Grants	42,709,000	—	—	(2,175,000)	40,534,000	30,559,832	9,974,168
	Purchase of fixed assets	3,653,000	—	—	—	3,653,000	3,125,540	527,460
	Other	4,000,000	—	—	2,175,000	6,175,000	5,411,218	763,782
	TOTAL 1986	$ 62,291,500	$ —	$ —	$ 167,194	$ 62,458,694	$ 49,786,005	$ 12,672,689
	TOTAL 1985	$ 90,096,000	$ —	$ —	$ —	$ 90,096,000	$ 59,428,934	$ 30,667,066
3	Alberta Heritage Fund Mortgage Interest Reduction Program							
	Salaries, wages and employee benefits	$ 1,770,300	$ —	$ —	$ 30,361	$ 1,800,661	$ 1,236,314	$ 564,347
	Supplies and services	1,710,500	—	—	—	1,710,500	912,008	798,492
	Grants	6,000,000	—	—	—	6,000,000	2,196,872	3,803,128
	Purchase of fixed assets	6,000	—	—	—	6,000	4,569	1,431
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 9,486,800	$ —	$ —	$ 30,361	$ 9,517,161	$ 4,349,763	$ 5,167,398
	TOTAL 1985	$ 65,117,603	$ —	$ —	$ —	$ 65,117,603	$ 36,929,149	$ 28,188,454
4	Housing and Mortgage Assistance for Albertans							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	268,533,000	—	—	—	268,533,000	206,780,645	61,752,355
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 268,533,000	$ —	$ —	$ —	$ 268,533,000	$ 206,780,645	$ 61,752,355
	TOTAL 1985 (a)	$ 219,595,000	$ (49,352,127)	$ 43,100,000	$ —	$ 213,342,873	$ 185,966,655	$ 27,376,218
	Department Total 1986	$ 342,299,400	$ —	$ —	$ 236,591(c)	$ 342,535,991	$ 262,797,690	$ 79,738,301
	Department Total 1985	$ 376,536,603	$ (49,352,127)(b)	$ 43,100,000	$ —	$ 370,284,476	$ 283,959,382	$ 86,325,094

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates were charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

(c) Transferred from the salary contingency fund.

Statement No. 15.3

HOUSING
STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support Services							
1.0.1	Minister's office	$ 242,200					$ 192,852	
1.0.2	Deputy minister's office	140,200					149,281	
1.0.3	Administrative support	1,369,200					1,302,423	
1.0.4	Personnel administration	202,900					188,961	
1.0.5	Public affairs	33,600					47,760	
		1,988,100	$ —	$ —	$ 39,036	$ 2,027,136	1,881,277	$ 145,859
2	Policy Development and Financial Assistance for Housing							
2.1	Program Support							
2.1.1	Planning secretariat	1,961,600					1,659,974	
2.1.2	Financial assistance and research	2,188,400					1,899,509	
2.1.3	Rural housing division	11,432,500					12,587,578	
2.2	Financial Assistance for Housing							
2.2.1	Housing registries	304,000					287,100	
2.2.2	Innovative housing grants	650,000					437,775	
2.2.3	Home conversion program	3,000					—	
2.2.4	Rental investment grants	7,500,000					1,192,496	
2.2.5	Senior citizen unique home	892,000					550,932	
2.2.7	Pioneer housing grants	1,650,000					473,269	
2.2.8	Seniors home improvement grants	28,350,000					24,828,764	
2.2.9	Handicapped housing grants	150,000					121,471	
2.2.10	Rural and native mortgage program	4,000,000					2,779,306	
2.2.11	Isolated community housing program	1,300,000					1,147,206	
2.2.12	Metis settlement housing program	1,200,000					1,180,260	
2.2.13	Emergency repair program	210,000					188,593	
2.2.14	Water and sewer improvement program	500,000					451,772	
		62,291,500	—	—	167,194	62,458,694	49,786,005	12,672,689
3	Alberta Heritage Fund Mortgage Interest Reduction Program							
3.1	Program Support							
3.1.1	Administration support	3,048,400					1,911,364	
3.1.2	Review board	438,400					241,527	
3.2	Financial Assistance							
3.2.1	Interest reduction grants	—					245,595	
3.2.2	Modified interest reduction grants	6,000,000					1,951,277	
		9,486,800	—	—	30,361	9,517,161	4,349,763	5,167,398
4	Housing and Mortgage Assistance for Albertans							
4.0.1	Alberta Mortgage and Housing Corporation	268,533,000	—	—	—	268,533,000	206,780,645	61,752,355
	Department Total	$ 342,299,400	$ —	$ —	$ 236,591(a)	$ 342,535,991	$ 262,797,690	$ 79,738,301

(a) Transferred from the salary contingency fund.

Statement No. 15.4

HOUSING
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	$ 635,203	$1,876,615
Other	2,329,354	700
Sales of assets	25,247	13,665
Miscellaneous:		
Rentals	2,159,771	642,450
Other	105,000	183,135
Total revenue	$5,254,575	$2,716,565

SECTION 16

1985-86
PUBLIC ACCOUNTS

LABOUR

Departmental Support Services
Labour Relations
General Safety Services
Industrial Relations Adjudication and Regulation
Individual's Rights Protection

The Ministry is responsible for the management of programs designed to assure a high degree of safety for the public through standards, inspection, research and education; to encourage the development of effective and responsible relationships between labour and management; to ensure the protection of rights of employees and the human rights of individuals; all of which will contribute effectively to the attainment of the social and economic goals of Alberta.

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Statement No. 16.1

LABOUR
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services	$ 3,334,861	$ —	$ —	$ 72,650	$ 3,407,511	$ 3,163,888	$ 243,623
2	Labour Relations	5,220,215	—	—	136,053	5,356,268	4,798,792	557,476
3	General Safety Services	15,675,277	—	—	388,853	16,064,130	15,675,865	388,265
4	Industrial Relations Adjudication and Regulation	1,143,028	—	—	22,072	1,165,100	1,167,032	(1,932)
5	Individual's Rights Protection	1,234,159	—	—	24,644	1,258,803	1,024,860	233,943
	TOTAL 1986	$ 26,607,540	$ —	$ —	$ 644,272(a)	$ 27,251,812	$ 25,830,437	$ 1,421,375
	TOTAL 1985	$ 26,210,210	$ —	$ —	$ —	$ 26,210,210	$ 24,748,858	$ 1,461,352

(a) Transferred from the salary contingency fund.

Statement No. 16.2

LABOUR
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 2,431,694	$ —	$ —	$ 72,150	$ 2,503,844	$ 2,359,495	$ 144,349
	Supplies and services	804,217	—	—	—	804,217	716,707	87,510
	Grants	15,000	—	—	—	15,000	10,000	5,000
	Purchase of fixed assets	43,150	—	—	—	43,150	36,481	6,669
	Other	40,800	—	—	500	41,300	41,205	95
	TOTAL 1986	$ 3,334,861	$ —	$ —	$ 72,650	$ 3,407,511	$ 3,163,888	$ 243,623
	TOTAL 1985	$ 3,133,328	$ —	$ —	$ —	$ 3,133,328	$ 2,904,191	$ 229,137
2	Labour Relations							
	Salaries, wages and employee benefits	$ 4,419,695	$ —	$ —	$ 136,053	$ 4,555,748	$ 4,344,948	$ 210,800
	Supplies and services	763,320	—	—	—	763,320	436,144	327,176
	Grants	8,000	—	—	—	8,000	8,000	—
	Purchase of fixed assets	29,200	—	—	—	29,200	9,700	19,500
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 5,220,215	$ —	$ —	$ 136,053	$ 5,356,268	$ 4,798,792	$ 557,476
	TOTAL 1985	$ 5,180,994	$ —	$ —	$ —	$ 5,180,994	$ 4,684,226	$ 496,768
3	General Safety Services							
	Salaries, wages and employee benefits	$ 12,992,894	$ —	$ —	$ 238,853	$ 13,231,747	$ 12,870,966	$ 360,781
	Supplies and services	2,502,778	—	—	150,000	2,652,778	2,652,571	207
	Grants	3,005	—	—	—	3,005	3,005	—
	Purchase of fixed assets	176,600	—	—	—	176,600	149,323	27,277
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 15,675,277	$ —	$ —	$ 388,853	$ 16,064,130	$ 15,675,865	$ 388,265
	TOTAL 1985	$ 15,606,074	$ —	$ —	$ —	$ 15,606,074	$ 15,193,007	$ 413,067
4	Industrial Relations Adjudication and Regulation							
	Salaries, wages and employee benefits	$ 843,404	$ —	$ —	$ (8,928)	$ 834,476	$ 833,943	$ 533
	Supplies and services	282,847	—	—	31,000	313,847	316,671	(2,824)
	Grants	500	—	—	—	500	500	—
	Purchase of fixed assets	16,277	—	—	—	16,277	15,918	359
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 1,143,028	$ —	$ —	$ 22,072	$ 1,165,100	$ 1,167,032	$ (1,932)
	TOTAL 1985	$ 1,093,634	$ —	$ —	$ —	$ 1,093,634	$ 1,005,962	$ 87,672
5	Individual's Rights Protection							
	Salaries, wages and employee benefits	$ 778,839	$ —	$ —	$ 24,644	$ 803,483	$ 767,378	$ 36,105
	Supplies and services	434,320	—	—	—	434,320	239,361	194,959
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	21,000	—	—	—	21,000	18,121	2,879
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 1,234,159	$ —	$ —	$ 24,644	$ 1,258,803	$ 1,024,860	$ 233,943
	TOTAL 1985	$ 1,196,180	$ —	$ —	$ —	$ 1,196,180	$ 961,472	$ 234,708
	Department Total 1986	$ 26,607,540	$ —	$ —	$ 644,272(a)	$ 27,251,812	$ 25,830,437	$ 1,421,375
	Department Total 1985	$ 26,210,210	$ —	$ —	$ —	$ 26,210,210	$ 24,748,858	$ 1,461,352

(a) Transferred from the salary contingency fund.

Statement No. 16.3

LABOUR
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.0.1	Minister's office	$ 169,496					$ 141,777	
1.0.2	Executive management	339,115					363,530	
1.0.3	Personnel	307,985					286,342	
1.0.4	Finance and administration	611,471					549,440	
1.0.5	Systems	842,037					877,456	
1.0.6	Communications	113,989					59,140	
1.0.7	Research	677,868					623,929	
1.0.8	Library services	272,900					262,274	
		3,334,861	$ —	$ —	$ 72,650	$ 3,407,511	3,163,888	$ 243,623
2	Labour Relations							
2.0.1	Divisional support	162,023					176,115	
2.0.2	Pension plan services	372,051					306,194	
2.0.3	Mediation services	1,100,111					787,587	
2.0.4	Employment standards	3,586,030					3,528,896	
		5,220,215	—	—	136,053	5,356,268	4,798,792	557,476
3	General Safety Services							
3.0.1	Divisional support	1,085,369					1,057,718	
3.0.2	Boilers	3,469,663					3,306,466	
3.0.3	Building standards	1,703,587					1,604,200	
3.0.4	Electrical protection	2,902,913					2,931,003	
3.0.5	Elevators	775,720					799,121	
3.0.6	Fire prevention	2,659,020					2,859,910	
3.0.7	Plumbing and gas	3,079,005					3,117,447	
		15,675,277	—	—	388,853	16,064,130	15,675,865	388,265
4	Industrial Relations Adjudication and Regulation							
4.0.1	Labour Relations Board	1,143,028	—	—	22,072	1,165,100	1,167,032	(1,932)
5	Individual's Rights Protection							
5.0.1	Human Rights Commission	1,234,159	—	—	24,644	1,258,803	1,024,860	233,943
	Department Total	$ 26,607,540	$ —	$ —	$ 644,272(a)	$ 27,251,812	$ 25,830,437	$ 1,421,375

(a) Transferred from the salary contingency fund.

Statement No. 16.4

LABOUR
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Taxes:		
Fire Prevention Act	$1,352,913	$1,119,553
Payments from Government of Canada	40,000	40,000
Fees, Permits and Licences:		
Boilers and Pressure Vessels Act	1,968,883	1,187,176
Electrical Protection Act	1,463,512	1,305,989
Other	498,080	461,565
	3,930,475	2,954,730
Other Revenue:		
Refunds of expenditure	624	(765)
Miscellaneous	1,520	26,592
	2,144	25,827
Total revenue	$5,325,532	$4,140,110

SECTION 17

1985-86
PUBLIC ACCOUNTS

MANPOWER

Departmental Support Services
Manpower Development and Training Assistance
Special Employment Programs

The Ministry is responsible for the establishment, operation, administration and coordination of Government programs to ensure that Albertans, according to individual capabilities, have the opportunity to prepare for and take part in productive employment.

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Statement No. 17.1

MANPOWER
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services	$ 5,716,246	$ —	$ —	$ 103,925	$ 5,820,171	$ 5,299,704	$ 520,467
2	Manpower Development and Training Assistance							
2.1	Manpower Development	24,814,136	—	135,000	425,480	25,374,616	23,628,995	1,745,621
2.2	Training Assistance	11,944,127	—	6,700,000	3,184	18,647,311	17,482,820	1,164,491
2.3	Manpower Training	11,823,840	—	8,103,000	103,868	20,030,708	17,004,111	3,026,597
		48,582,103	—	14,938,000	532,532	64,052,635	58,115,926	5,936,709
3	Special Employment Programs	135,524,306	—	30,340,000	60,037	165,924,343	141,144,147	24,780,196
	TOTAL 1986	$ 189,822,655	$ —	$ 45,278,000	$ 696,494(b)	$ 235,797,149	$ 204,559,777	$ 31,237,372
	TOTAL 1985 (a)	$ 82,692,512	$ —	$ 69,653,200	$ —	$ 152,345,712	$ 136,984,451	$ 15,361,261

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.
(b) Transferred from the salary contingency fund.

Statement No. 17.2

MANPOWER
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 3,564,892	$ —	$ —	$ 103,925	$ 3,668,817	$ 3,383,373	$ 285,444
	Supplies and services	2,058,726	—	—	(46,190)	2,012,536	1,780,677	231,859
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	51,828	—	—	45,940	97,768	94,618	3,150
	Other	40,800	—	—	250	41,050	41,036	14
	TOTAL 1986	$ 5,716,246	$ —	$ —	$ 103,925	$ 5,820,171	$ 5,299,704	$ 520,467
	TOTAL 1985	$ 4,756,486	$ —	$ 198,200	$ —	$ 4,954,686	$ 4,629,779	$ 324,907
2	Manpower Development and Training Assistance							
	Salaries, wages and employee benefits	$ 20,867,059	$ —	$ 1,600,000	$ 1,532,532	$ 23,999,591	$ 21,873,394	$ 2,126,197
	Supplies and services	12,636,057	—	6,335,000	(1,000,000)	17,971,057	15,564,144	2,406,913
	Grants	14,809,337	—	7,003,000	—	21,812,337	20,412,722	1,399,615
	Purchase of fixed assets	269,650	—	—	—	269,650	265,666	3,984
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 48,582,103	$ —	$ 14,938,000	$ 532,532	$ 64,052,635	$ 58,115,926	$ 5,936,709
	TOTAL 1985 (a)	$ 37,411,026	$ —	$ 13,200,000	$ —	$ 50,611,026	$ 47,746,316	$ 2,864,710
3	Special Employment Programs							
	Salaries, wages and employee benefits	$ 24,162,346	$ —	$ 40,000	$ (939,963)	$ 23,262,383	$ 19,146,470	$ 4,115,913
	Supplies and services	3,021,360	—	550,000	(100,200)	3,471,160	1,999,618	1,471,542
	Grants	108,322,000	—	29,750,000	1,000,000	139,072,000	119,882,341	19,189,659
	Purchase of fixed assets	18,600	—	—	100,200	118,800	115,718	3,082
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 135,524,306	$ —	$ 30,340,000	$ 60,037	$ 165,924,343	$ 141,144,147	$ 24,780,196
	TOTAL 1985	$ 40,525,000	$ —	$ 56,255,000	$ —	$ 96,780,000	$ 84,608,356	$ 12,171,644
	Department Total 1986	$ 189,822,655	$ —	$ 45,278,000	$ 696,494(b)	$ 235,797,149	$ 204,559,777	$ 31,237,372
	Department Total 1985 (a)	$ 82,692,512	$ —	$ 69,653,200	$ —	$ 152,345,712	$ 136,984,451	$ 15,361,261

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 17.3

MANPOWER
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.0.1	Minister's office	$ 183,179					$ 164,486	
1.0.2	Minister's committees	24,000					12,846	
1.0.3	General administration	5,079,719					4,708,958	
1.0.4	Planning and research	429,348					413,414	
		5,716,246	$ —	$ —	$ 103,925	$ 5,820,171	5,299,704	$ 520,467
2	Manpower Development and Training Assistance							
2.1	Manpower Development							
2.1.1	Employment development	2,498,641					2,656,924	
2.1.2	Apprenticeship	7,714,431					7,599,051	
2.1.3	Career development	11,281,064					10,179,270	
2.1.4	Special purpose grants	3,320,000					3,193,750	
2.2	Training Assistance							
2.2.1	Vocational training	8,867,255					14,711,038	
2.2.2	Rehabilitation training	3,076,872					2,771,782	
2.3	Manpower Training							
2.3.1	Vocational training	4,470,738					5,580,384	
2.3.2	Private apprenticeship training	100,000					351,400	
2.3.3	Cost shared programs	7,253,102					11,072,327	
		48,582,103	—	14,938,000	532,532	64,052,635	58,115,926	5,936,709
3	Special Employment Programs							
3.0.1	Special employment programs	131,942,000					136,723,678	
3.0.2	Program support services	3,582,306					4,420,469	
		135,524,306	—	30,340,000	60,037	165,924,343	141,144,147	24,780,196
	Department Total	$ 189,822,655	$ —	$ 45,278,000	$ 696,494(a)	$ 235,797,149	$ 204,559,777	$ 31,237,372

(a) Transferred from the salary contingency fund.

Statement No. 17.4

MANPOWER
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Fees Permits and Licences	$ 117,872	$ 134,561
Other Revenue:		
Refunds of expenditure	1,925,228	886,313
Miscellaneous	160,157	39,740
	2,085,385	926,053
Total revenue	$2,203,257	$1,060,614

SECTION 18

1985-86
PUBLIC ACCOUNTS

MUNICIPAL AFFAIRS

Departmental Support Services
Financial Support for Municipal Programs
Alberta Property Tax Reduction Plan - Rebates to Individuals
Support to Community Planning Services
Administrative and Technical Support to Municipalities
Regulatory Boards

The Ministry is responsible for the legislation covering the administration of all types of municipalities; the Department gives assistance to municipal officers in conducting local affairs, provision of planning and assessment services, and is generally concerned with the business management and efficient administration of municipal divisions in Alberta.

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Statement No. 18.1

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services	$ 6,991,685	$ —	$ —	$ 102,267	$ 7,093,952	$ 6,553,716	$ 540,236
2	Financial Support for Municipal Programs							
2.1	Unconditional Assistance Grants to Municipalities	97,748,790	—	—	(225,000)	97,523,790	97,443,947	79,843
2.2	Municipal Debenture Interest Rebate Program	122,000,000	—	—	—	122,000,000	121,874,519	125,481
2.3	Transitional Financial Assistance	3,684,298	—	—	—	3,684,298	3,684,298	—
2.4	Senior Citizen Accommodation Municipal Tax Grant	800,000	—	—	225,000	1,025,000	1,024,048	952
		224,233,088	—	—	—	224,233,088	224,026,812	206,276
3	Alberta Property Tax Reduction Plan - Rebates to Individuals							
3.1	Program Support	641,124	—	—	13,714	654,838	526,631	128,207
3.2	Senior Citizen Renters Assistance	42,460,000	—	—	—	42,460,000	41,880,950	579,050
3.3	Property Owner Tax Rebate	66,019,400	—	—	—	66,019,400	63,041,462	2,977,938
		109,120,524	—	—	13,714	109,134,238	105,449,043	3,685,195
4	Support to Community Planning Services							
4.1	Grant to Alberta Planning Fund	5,932,438	—	—	—	5,932,438	5,932,438	—
4.2	Coordination and Administration of Community Planning	3,654,453	—	—	89,285	3,743,738	3,357,447	386,291
		9,586,891	—	—	89,285	9,676,176	9,289,885	386,291
5	Administrative and Technical Support to Municipalities							
5.1	Program Support	444,853	—	—	10,626	455,479	367,507	87,972
5.2	Administrative Assistance to Organized Municipalities	2,218,163	—	—	52,142	2,270,305	2,108,561	161,744
5.3	Administration of Improvement Districts	7,086,649	—	—	176,627	7,263,276	6,655,130	608,146
5.4	Administration of Special Areas	426,830	—	—	31,716	458,546	450,499	8,047
5.5	Assessment Services	12,198,575	—	—	233,129	12,431,704	11,212,072	1,219,632
		22,375,070	—	—	504,240	22,879,310	20,793,769	2,085,541
6	Regulatory Boards	1,861,269	—	—	37,949	1,899,218	1,565,014	334,204
	TOTAL 1986	$ 374,168,527	$ —	$ —	$ 747,455(a)	$ 374,915,982	$ 367,678,239	$ 7,237,743
	TOTAL 1985	$ 370,481,780	$ —	$ —	$ —	$ 370,481,780	$ 353,085,472	$ 17,396,308

(a) Transferred from the salary contingency fund.

Statement No. 18.2

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 3,507,551	$ —	$ —	$ 102,267	$ 3,609,818	$ 3,493,903	$ 115,915
	Supplies and services	2,835,426	—	—	(267,400)	2,568,026	2,328,818	239,208
	Grants	174,878	—	—	—	174,878	162,099	12,779
	Purchase of fixed assets	433,030	—	—	267,400	700,430	527,860	172,570
	Other	40,800	—	—	—	40,800	41,036	(236)
	TOTAL 1986	$ 6,991,685	$ —	$ —	$ 102,267	$ 7,093,952	$ 6,553,716	$ 540,236
	TOTAL 1985	$ 7,111,560	$ —	$ —	$ —	$ 7,111,560	$ 6,735,134	$ 376,426
2	Financial Support for Municipal Programs							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	224,233,088	—	—	—	224,233,088	224,026,812	206,276
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 224,233,088	$ —	$ —	$ —	$ 224,233,088	$ 224,026,812	$ 206,276
	TOTAL 1985	$ 214,340,731	$ —	$ —	$ —	$ 214,340,731	$ 213,082,073	$ 1,258,658
3	Alberta Property Tax Reduction Plan - Rebates to Individuals							
	Salaries, wages and employee benefits	$ 501,586	$ —	$ —	$ 13,714	$ 515,300	$ 437,840	$ 77,460
	Supplies and services	931,338	—	—	120,000	1,051,338	907,394	143,944
	Grants	107,684,400	—	—	(120,000)	107,564,400	104,102,554	3,461,846
	Purchase of fixed assets	3,200	—	—	—	3,200	1,255	1,945
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 109,120,524	$ —	$ —	$ 13,714	$ 109,134,238	$ 105,449,043	$ 3,685,195
	TOTAL 1985	$ 110,176,836	$ —	$ —	$ —	$ 110,176,836	$ 97,655,192	$ 12,521,644
4	Support to Community Planning Services							
	Salaries, wages and employee benefits	$ 2,966,576	$ —	$ —	$ 89,285	$ 3,055,861	$ 2,895,738	$ 160,123
	Supplies and services	685,377	—	—	—	685,377	461,709	223,668
	Grants	5,932,438	—	—	—	5,932,438	5,932,438	—
	Purchase of fixed assets	2,500	—	—	—	2,500	—	2,500
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 9,586,891	$ —	$ —	$ 89,285	$ 9,676,176	$ 9,289,885	$ 386,291
	TOTAL 1985	$ 10,851,362	$ —	$ —	$ —	$ 10,851,362	$ 10,393,477	$ 457,885
5	Administrative and Technical Support to Municipalities							
	Salaries, wages and employee benefits	$ 16,305,122	$ —	$ —	$ 417,990	$ 16,723,112	$ 15,739,192	$ 983,920
	Supplies and services	4,290,298	—	—	(307,245)	3,983,053	3,121,565	861,488
	Grants	1,759,150	—	—	384,250	2,143,400	1,915,353	228,047
	Purchase of fixed assets	20,500	—	—	9,245	29,745	17,659	12,086
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 22,375,070	$ —	$ —	$ 504,240	$ 22,879,310	$ 20,793,769	$ 2,085,541
	TOTAL 1985	$ 26 160,994	$ —	$ —	$ —	$ 26,160,994	$ 23,668,120	$ 2,492,874

Statement No. 18.2 (cont'd)

MUNICIPAL AFFAIRS STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Regulatory Boards							
	Salaries, wages and employee benefits	$ 1,225,483	$ —	$ —	$ (31,551)	$ 1,193,932	$ 1,103,167	$ 90,765
	Supplies and services	633,536	—	—	57,360	690,896	448,903	241,993
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	2,250	—	—	12,140	14,390	12,944	1,446
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 1,861,269	$ —	$ —	$ 37,949	$ 1,899,218	$ 1,565,014	$ 334,204
	TOTAL 1985	$ 1,840,297	$ —	$ —	$ —	$ 1,840,297	$ 1,551,476	$ 288,821
	Department Total 1986	$ 374,168,527	$ —	$ —	$ 747,455(a)	$ 374,915,982	$ 367,678,239	$ 7,237,743
	Department Total 1985	$ 370,481,780	$ —	$ —	$ —	$ 370,481,780	$ 353,085,472	$ 17,396,308

(a) Transferred from the salary contingency fund.

Statement No. 18.3

MUNICIPAL AFFAIRS STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support Services							
1.0.1	Minister's office	$ 214,052					$ 198,600	
1.0.2	Personnel	448,044					469,460	
1.0.3	Administrative support	6,329,589					5,885,656	
		6,991,685	$ —	$ —	$ 102,267	$ 7,093,952	6,553,716	$ 540,236
2	Financial Support for Municipal Programs							
2.1	Unconditional Assistance Grants to Municipalities							
2.1.1	Grants to cities, towns, villages, counties, etc.	97,748,790					97,443,947	
2.2	Municipal Debenture Interest Rebate Program							
2.2.1	Interest rebates	122,000,000					121,874,519	
2.3	Transitional Financial Assistance							
2.3.2	Edmonton annexation grant	3,684,298					3,684,298	
2.4	Senior Citizen Accommodation Municipal Tax Grant							
2.4.1	Grants to municipalities	800,000					1,024,048	
		224,233,088	—	—	—	224,233,088	224,026,812	206,276
3	Alberta Property Tax Reduction Plan - Rebates to Individuals							
3.1	Program Support							
3.1.1	Grants administration branch	641,124					526,631	
3.2	Senior Citizen Renters Assistance							
3.2.1	Rebates to senior citizens	42,460,000					41,880,950	
3.3	Property Owner Tax Rebate							
3.3.1	Property tax reduction grants	1,000,000					869,472	
3.3.2	Minimum benefit claims	65,019,400					62,171,990	
		109,120,524	—	—	13,714	109,134,238	105,449,043	3,685,195
4	Support to Community Planning Services							
4.1	Grant to Alberta Planning Fund							
4.1.1	Alberta Planning Fund grant	5,932,438					5,932,438	
4.2	Coordination and Administration of Community Planning							
4.2.1	Inter-agency planning	601,656					543,146	
4.2.2	Planning research	390,983					364,977	
4.2.3	Planning branch	1,925,572					1,754,827	
4.2.4	Planning support	736,242					694,497	
		9,586,891	—	—	89,285	9,676,176	9,289,885	386,291

Statement No. 18.3 (cont'd)

MUNICIPAL AFFAIRS STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
5	Administrative and Technical Support to Municipalities							
5.1	Program Support							
5.1.1	Property tax branch	$ 444,853					$ 367,507	
5.2	Administrative Assistance to Organized Municipalities							
5.2.1	Municipal services branch	1,468,814					1,399,331	
5.2.2	Tax recovery	276,483					259,628	
5.2.3	Administrative support	472,866					449,602	
5.3	Administration of Improvement Districts							
5.3.1	Improvement District administration branch	3,284,456					3,121,725	
5.3.2	Land tenure secretariat	389,377					171,231	
5.3.3	Financial assistance for Metis areas	1,129,169					1,183,210	
5.3.4	Support to Metis development	2,283,647					2,178,964	
5.4	Administration of Special Areas							
5.4.1	Special Areas Board	426,830					450,499	
5.5	Assessment Services							
5.5.1	Assessment operations	9,788,500					9,227,906	
5.5.2	Assessment standards	1,419,644					1,247,912	
5.5.3	Assessment advisory services	990,431					736,254	
		22,375,070	$ —	$ —	$ 504,240	$ 22,879,310	20,793,769	$ 2,085,541
6	Regulatory Boards							
6.0.1	Assessment Appeal Board	313,961					304,070	
6.0.2	Local Authorities Board	565,065					537,592	
6.0.3	Alberta Planning Board	808,242					561,668	
6.0.4	Assessment Equalization Board	174,001					161,684	
		1,861,269	—	—	37,949	1,899,218	1,565,014	334,204
	Department Total	$ 374,168,527	$ —	$ —	$ 747,455(a)	$ 374,915,982	$ 367,678,239	$ 7,237,743

(a) Transferred from the salary contingency fund.

Statement No. 18.4

MUNICIPAL AFFAIRS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Fees, Permits and Licences:		
Local Authorities Board	$ 136,020	$ 111,890
Other	37,848	29,130
	173,868	141,020
Other Revenue:		
Refunds of expenditure:		
Assessments	2,750,005	2,270,421
Administration of special areas and improvement districts	1,062,597	4,214,912
Previous years' refunds	174,464	670,870
Miscellaneous	4,597	59,427
	3,991,663	7,215,630
Total revenue	$4,165,531	$7,356,650

SECTION 19

1985-86
PUBLIC ACCOUNTS

PUBLIC WORKS, SUPPLY AND SERVICES

Departmental Support Services
Information and Telecommunication Services
Management of Properties
Planning and Implementation of Construction Projects
Central Services and Acquisition of Supplies
Land Assembly
Public Works, Supply and Services Revolving Fund

The Ministry is responsible for the coordination and implementation of the policies and programs of the Government of Alberta in matters pertaining to site acquisition, planning, design, tendering, operation and maintenance of all buildings constructed for the Government of Alberta, leasing and control of all Government leased space, surface and air transportation services, centralized purchasing and supply, data processing and telecommunication services for Government departments and various Government boards, commissions and agencies.

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Statement No. 19.1

PUBLIC WORKS, SUPPLY AND SERVICES STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services	$ 7,376,200	$ —	$ —	$ 151,760	$ 7,527,960	$ 7,282,355	$ 245,605
2	Information and Telecommunication Services							
2.1	Information Services	1,607,600	—	—	38,445	1,646,045	1,206,362	439,683
2.2	Telecommunication Services	57,411,600	—	—	37,049	57,448,649	46,601,778	10,846,871
		59,019,200	—	—	75,494	59,094,694	47,808,140	11,286,554
3	Management of Properties							
3.1	Administrative Support	215,900	—	—	6,453	222,353	176,320	46,033
3.2	Property Planning	16,584,600	—	—	580,505	17,165,105	15,037,578	2,127,527
3.3	Realty	109,371,200	—	—	(957,745)	108,413,455	108,146,327	267,128
3.4	Building Sciences	2,514,700	—	—	1,059,615	3,574,315	3,301,520	272,795
3.5	Property Management	99,086,600	—	—	664,637	99,751,237	95,966,719	3,784,518
3.6	Property Contract Management	18,980,300	—	—	(749,478)	18,230,822	17,378,304	852,518
		246,753,300	—	—	603,987	247,357,287	240,006,768	7,350,519
4	Planning and Implementation of Construction Projects							
4.1	Administrative Support	12,439,300	—	—	341,092	12,780,392	12,571,083	209,309
4.2	Advanced Education	3,465,000	—	—	—	3,465,000	3,232,635	232,365
4.3	Agriculture	4,485,000	—	—	—	4,485,000	3,290,711	1,194,289
4.4	Attorney General	20,855,000	—	—	—	20,855,000	15,268,829	5,586,171
4.5	Culture	22,460,000	—	—	—	22,460,000	18,910,065	3,549,935
4.6	Education	1,175,000	—	—	200,000	1,375,000	1,237,264	137,736
4.7	Energy and Natural Resources	10,405,000	—	—	—	10,405,000	9,870,897	534,103
4.8	Environment	1,870,000	—	—	—	1,870,000	1,386,291	483,709
4.9	Executive Council	19,545,000	—	—	—	19,545,000	15,264,507	4,280,493
4.10	Hospitals and Medical Care	1,500,000	—	—	100,000	1,600,000	1,472,393	127,607
4.12	Manpower	3,080,000	—	—	—	3,080,000	2,791,872	288,128
4.13	Public Works, Supply and Services	29,180,000	—	—	12,750,000	41,930,000	41,500,418	429,582
4.14	Recreation and Parks	1,050,000	—	—	150,000	1,200,000	1,048,395	151,605
4.15	Social Services and Community Health	16,895,000	—	—	—	16,895,000	6,825,535	10,069,465
4.16	Solicitor General	33,100,000	—	—	(10,200,000)	22,900,000	22,602,730	297,270
4.17	Tourism and Small Business	780,000	—	—	500,000	1,280,000	1,153,200	126,800
4.18	Transportation	5,475,000	—	—	—	5,475,000	4,375,417	1,099,583
4.19	XV Olympic Winter Games - 1988	24,050,000	—	—	—	24,050,000	21,522,939	2,527,061
4.20	Multi-Departmental Services	5,500,000	—	—	(3,500,000)	2,000,000	—	2,000,000
		217,309,300	—	—	341,092	217,650,392	184,325,181	33,325,211
5	Central Services and Acquisition of Supplies							
5.1	Administrative Support	128,300	—	—	4,448	132,748	109,558	23,190
5.2	Procurement	3,157,100	—	—	75,218	3,232,318	2,952,265	280,053
5.3	Operational Support Services	553,100	—	—	12,028	565,128	458,373	106,755
5.4	Supply Operations	1,665,000	—	—	27,734	1,692,734	1,451,316	241,418
5.5	Government Transportation	9,476,300	—	—	89,453	9,565,753	9,402,740	163,013
		14,979,800	—	—	208,881	15,188,681	14,374,252	814,429

Statement No. 19.1 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Land Assembly							
6.1	Administrative Support	$ 1,438,700	$ —	$ —	$ 25,926	$ 1,464,626	$ 980,078	$ 484,548
6.2	Culture	1,046,000	—	—	(384,000)	662,000	524,068	137,932
6.3	Energy and Natural Resources	1,813,000	—	—	294,714	2,107,714	1,689,108	418,606
6.4	Environment	2,392,000	—	7,200,000	644,286	10,236,286	7,889,954	2,346,332
6.5	Recreation and Parks	300,000	—	—	(169,000)	131,000	7,625	123,375
6.6	Utilities and Telecommunications	49,100	—	—	44,000	93,100	39,554	53,546
6.7	Transferrable Amount	500,000	—	—	(500,000)	—	—	—
6.8	Economic Development	—	—	—	70,000	70,000	—	70,000
		7,538,800	—	7,200,000	25,926	14,764,726	11,130,387	3,634,339
		552,976,600	—	7,200,000	1,407,140	561,583,740	504,927,083	56,656,657
	STATUTORY APPROPRIATIONS							
	Public Works, Supply and Services Revolving Fund	5,937,745	—	—	—	5,937,745	(6,405,205)	12,342,950
	TOTAL 1986	$ 558,914,345	$ —	$ 7,200,000	$ 1,407,140(b)	$ 567,521,485	$ 498,521,878	$ 68,999,607
	TOTAL 1985 (a)	$ 539,466,560	$ —	$ —	$ —	$ 539,466,560	$ 442,316,577	$ 97,149,983

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 19.2

PUBLIC WORKS, SUPPLY AND SERVICES STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 5.217.100	$ —	$ —	$ 151.760	$ 5.368.860	$ 5.310.770	$ 58.090
	Supplies and services	2.055.800	—	—	(133.432)	1.922.368	1.761.398	160.970
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	62.500	—	—	131.432	193.932	169.121	24.811
	Other	40.800	—	—	2.000	42.800	41.066	1.734
	TOTAL 1986	$ 7.376.200	$ —	$ —	$ 151.760	$ 7.527.960	$ 7.282.355	$ 245.605
	TOTAL 1985	$ 7.322.900	$ —	$ —	$ —	$ 7.322.900	$ 6.316.377	$ 1.006.523
2	Information and Telecommunication Services							
	Salaries, wages and employee benefits	$ 2.430.250	$ —	$ —	$ 75.494	$ 2.505.744	$ 2.173.510	$ 332.234
	Supplies and services	52.095.300	—	—	(440.000)	51.655.300	41.172.903	10.482.397
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	4.493.650	—	—	440.000	4.933.650	4.461.727	471.923
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 59.019.200	$ —	$ —	$ 75.494	$ 59.094.694	$ 47.808.140	$ 11.286.554
	TOTAL 1985 (a)	$ 42.117.900	$ —	$ —	$ —	$ 42.117.900	$ 38.823.789	$ 3.294.111
3	Management of Properties							
	Salaries, wages and employee benefits	$ 51.261.700	$ —	$ —	$ 3.153.987	$ 54.415.687	$ 54.046.678	$ 369.009
	Supplies and services	165.261.900	—	—	(5.565.000)	159.696.900	152.990.357	6.706.543
	Grants	27.217.000	—	—	1.500.000	28.717.000	28.603.958	113.042
	Purchase of fixed assets	3.012.700	—	—	1.515.000	4.527.700	4.365.775	161.925
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 246.753.300	$ —	$ —	$ 603.987	$ 247.357.287	$ 240.006.768	$ 7.350.519
	TOTAL 1985 (a)	$ 242.597.500	$ —	$ —	$ —	$ 242.597.500	$ 223.427.499	$ 19.170.001
4	Planning and Implementation of Construction Projects							
	Salaries, wages and employee benefits	$ 9.965.400	$ —	$ —	$ 341.092	$ 10.306.492	$ 10.016.488	$ 290.004
	Supplies and services	190.624.700	—	—	(11.087.700)	179.537.000	150.971.670	28.565.330
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	16.719.200	—	—	11.087.100	27.806.300	23.336.468	4.469.832
	Other	—	—	—	600	600	555	45
	TOTAL 1986	$ 217.309.300	$ —	$ —	$ 341.092	$ 217.650.392	$ 184.325.181	$ 33.325.211
	TOTAL 1985	$ 231.734.300	$ —	$ —	$ —	$ 231.734.300	$ 156.783.410	$ 74.950.890
5	Central Services and Acquisition of Supplies							
	Salaries, wages and employee benefits	$ 6.543.300	$ —	$ —	$ 208.881	$ 6.752.181	$ 6.577.210	$ 174.971
	Supplies and services	8.069.100	—	—	(36.970)	8.032.130	7.513.800	518.330
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	367.400	—	—	36.970	404.370	283.242	121.128
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 14.979.800	$ —	$ —	$ 208.881	$ 15.188.681	$ 14.374.252	$ 814.429
	TOTAL 1985 (a)	$ 12.088.780	$ —	$ —	$ —	$ 12.088.780	$ 10.377.144	$ 1.711.636

Statement No. 19.2 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Land Assembly							
	Salaries, wages and employee benefits	$ 740,400	$ —	$ —	$ 55,926	$ 796,326	$ 779,663	$ 16,663
	Supplies and services	1,726,400	—	—	12,400	1,738,800	499,934	1,238,866
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	5,072,000	—	7,200,000	(42,400)	12,229,600	9,850,790	2,378,810
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 7,538,800	$ —	$ 7,200,000	$ 25,926	$ 14,764,726	$ 11,130,387	$ 3,634,339
	TOTAL 1985	$ 7,372,500	$ —	$ —	$ —	$ 7,372,500	$ 3,370,536	$ 4,001,964
	Total Voted 1986	$ 552,976,600	$ —	$ 7,200,000	$ 1,407,140	$ 561,583,740	$ 504,927,083	$ 56,656,657
	Total Voted 1985	$ 543,233,880	$ —	$ —	$ —	$ 543,233,880	$ 439,098,755	$ 104,135,125
	STATUTORY APPROPRIATIONS							
	Public Works, Supply and Services Revolving Fund							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	(329,000)	—	—	—	(329,000)	(281,664)	(47,336)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	22,358,817	—	—	—	22,358,817	13,575,154	8,783,663
	Other	(16,092,072)	—	—	—	(16,092,072)	(19,698,695)	3,606,623
	Total Statutory 1986	$ 5,937,745	$ —	$ —	$ —	$ 5,937,745	$ (6,405,205)	$ 12,342,950
	Total Statutory 1985	$ (3,767,320)	$ —	$ —	$ —	$ (3,767,320)	$ 3,217,822	$ (6,985,142)
	Department Total 1986	$ 558,914,345	$ —	$ 7,200,000	$ 1,407,140(b)	$ 567,521,485	$ 498,521,878	$ 68,999,607
	Department Total 1985 (a)	$ 539,466,560	$ —	$ —	$ —	$ 539,466,560	$ 442,316,577	$ 97,149,983

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 19.3

PUBLIC WORKS, SUPPLY AND SERVICES STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
1.0.1	Minister's office	$ 222,300					$ 214,116	
1.0.2	Deputy minister's office	318,900					380,163	
1.0.3	Assistant deputy minister's office	178,100					184,705	
1.0.4	Financial planning	591,800					735,454	
1.0.5	Management services	2,142,700					2,063,540	
1.0.6	Personnel	1,651,400					1,703,157	
1.0.7	Financial services	2,058,900					1,911,389	
1.0.8	Special projects	212,100					89,831	
		7,376,200	$ —	$ —	$ 151,760	$ 7,527,960	7,282,355	$ 245,605
2	Information and Telecommunication Services							
2.1	Information Services							
2.1.1	Administrative support	121,700					113,244	
2.1.2	Planning and policy branch	1,261,000					1,006,881	
2.1.4	Office automation consulting	224,900					86,237	
2.2	Telecommunication Services							
2.2.1	Administrative support	2,870,200					2,916,291	
2.2.2	Telecommunication services	49,778,850					41,658,846	
2.2.3	Telecommunication projects	4,762,550					2,026,641	
		59,019,200	—	—	75,494	59,094,694	47,808,140	11,286,554
3	Management of Properties							
3.1	Administrative Support							
3.1.1	Assistant deputy minister's office	215,900					176,320	
3.2	Property Planning							
3.2.1	Administrative support	2,729,300					2,906,418	
3.2.2	Tenant improvements	13,279,000					11,166,680	
3.2.3	Furnishings	576,300					964,479	
3.3	Realty							
3.3.1	Administrative support	1,858,300					2,064,796	
3.3.2	Leases	80,095,900					77,291,209	
3.3.3	Grants in lieu of taxes	27,417,000					28,790,321	
3.4	Building Sciences							
3.4.1	Administrative support	2,514,700					3,301,520	
3.5	Property Management							
3.5.1	Administrative support	738,200					938,275	
3.5.2	Security services	2,091,200					2,146,072	
3.5.4	Physical plant - southern region	30,014,000					29,161,128	
3.5.5	Physical plant - central region	37,817,650					33,463,292	
3.5.7	Physical plant - northern region	26,579,050					27,453,613	
3.5.8	Operation and maintenance of waterlines	1,366,500					1,213,605	
3.5.9	Maintenance projects	480,000					1,590,735	
3.6	Property Contract Management							
3.6.1	Administrative support	852,100					1,518,236	
3.6.2	Property management contracts	5,336,700					5,427,212	
3.6.3	Lease contracts	12,791,500					10,432,857	
		246,753,300	—	—	603,987	247,357,287	240,006,768	7,350,519

Statement No. 19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4	Planning and Implementation of Construction Projects							
4.1	Administrative Support							
4.1.1	Assistant deputy minister's office	$ 223,000					$ 246,289	
4.1.2	Construction division	3,179,300					3,062,638	
4.1.3	Cost control and analysis division	942,700					994,500	
4.1.4	Technical services division	1,773,300					1,890,116	
4.1.5	Project management division	3,610,100					3,693,088	
4.1.6	Site development division	2,710,900					2,684,452	
4.2	Advanced Education							
4.2.1	Alberta Vocational Centre - Calgary	—					38,264	
4.2.5	Alberta Vocational Centre - Edmonton	—					3	
4.2.11	Alberta Vocational Centre - Grouard	1,315,000					489,502	
4.2.12	Alberta Vocational Centre - Lac La Biche	2,150,000					2,704,866	
4.3	Agriculture							
4.3.1	Regional Veterinary Laboratory - Airdrie	—					5,419	
4.3.2	Alberta Horticultural Research Centre - Brooks	240,000					142,041	
4.3.5	Chemical storage and supply service building - Edmonton	1,120,000					966,806	
4.3.6	O.S. Longman Building - Edmonton	1,860,000					666,249	
4.3.7	Tree Nursery and Horticulture Centre - Edmonton	865,000					879,552	
4.3.11	A. I. Swine Centre - Leduc	350,000					404,715	
4.3.12	Regional Veterinary Laboratory - Lethbridge	—					27,225	
4.3.13	Agricultural Research Centre - Lethbridge	50,000					34,538	
4.3.14	Crop Research Centre - Lacombe	—					164,166	
4.4	Attorney General							
4.4.1	Provincial Court - Assumption	125,000					20,700	
4.4.3	Court of Queen's Bench - Calgary	6,500,000					2,023,234	
4.4.5	Old Courthouse - Calgary	4,750,000					4,514,761	
4.4.6	Provincial Court - Calgary	200,000					24,230	
4.4.7	Medical examiner facility - Calgary	75,000					52,571	
4.4.11	Courthouse - Drumheller	—					28,033	
4.4.15	Law courts addition - Edmonton	2,500,000					2,774,431	
4.4.16	Family and Youth Court - Edmonton	775,000					26,426	
4.4.24	Courthouse - Fort Saskatchewan	70,000					—	
4.4.26	Courthouse - High Prairie	—					651	
4.4.27	Courthouse - Hinton	50,000					16,695	

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4.4.28	Courthouse - Lethbridge	$ —					$ 38,967	
4.4.30	Courthouse - Medicine Hat	5,200,000					4,956,212	
4.4.32	Courthouse - Red Deer	—					178,609	
4.4.33	Provincial Court - Red Earth	125,000					19,193	
4.4.35	Courthouse - St. Albert	—					4,981	
4.4.39	Courthouse - Vegreville	—					48,843	
4.4.40	Renovations to court facilities - various	355,000					132,186	
4.4.41	Courthouse - Wetaskiwin	130,000					408,106	
4.5	Culture							
4.5.1	Southern Alberta Jubilee Auditorium - Calgary	3,825,000					2,831,607	
4.5.2	Glenbow Museum - Calgary	310,000					30,695	
4.5.3	Palaeontology field station - Brooks	670,000					192,881	
4.5.5	Corridor development - Crowsnest Pass	—					163,788	
4.5.6	Tyrrell Museum - Drumheller	6,230,000					5,194,246	
4.5.7	Beaver House - Edmonton	40,000					50,610	
4.5.10	Provincial Museum and Archives - Edmonton	100,000					—	
4.5.11	Provincial Museum - Edmonton	1,125,000					1,241,246	
4.5.12	Northern Alberta Jubilee Auditorium - Edmonton	3,810,000					3,085,502	
4.5.15	Ukrainian Heritage Village - Elk Island	290,000					204,487	
4.5.16	Head Smashed In Buffalo Jump - Fort Macleod	4,870,000					4,184,983	
4.5.17	Interpretive Centre - Fort McMurray	150,000					664,039	
4.5.25	Reynolds Alberta Museum - Wetaskiwin	1,040,000					1,065,981	
4.6	Education							
4.6.1	Correspondence School - Barrhead	—					87,187	
4.6.6	School for the Deaf - Edmonton	875,000					764,871	
4.6.10	Portable classroom facilities - various	300,000					385,206	
4.7	Energy and Natural Resources							
4.7.2	Alberta Brood Trout Farm - Allison Creek	—					166,530	
4.7.3	Fish and wildlife warehouse - Blairmore	60,000					2,634	
4.7.4	Forest headquarters and ranger station, Blairmore	—					43,057	
4.7.6	Wildlife Centre - Brooks	—					—	
4.7.7	Sam Livingston Fish Hatchery - Calgary	—					173,883	
4.7.8	Bow-Crow Forest headquarters - Calgary	—					63,191	
4.7.12	Raven Brood Trout Station - Caroline	—					19,634	
4.7.14	Northern Fish Hatchery - Cold Lake	6,900,000					7,719,990	
4.7.20	Eric Cormack Centre - Edmonton	550,000					355,652	

Statement No. 19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided: Estimates	Funds Provided: Prior Year Liabilities	Funds Provided: Special Warrants	Funds Provided: Transfers	Funds Provided: Total Authorized	Expended	Unexpended (Over Expended)
4.7.21	Fish and wildlife division, Lambton Park - Edmonton	$ 145,000					$ 152,069	
4.7.23	Alberta forest services depot - Edmonton	180,000					181,685	
4.7.26	Fish and wildlife warehouse - Edson	—					2,339	
4.7.29	Forest headquarters - Fort McMurray	20,000					173,060	
4.7.31	Fish and wildlife warehouse - Grande Cache	—					6	
4.7.32	Forest headquarters - Grande Prairie	65,000					151,286	
4.7.33	Forest Technology School - Hinton	340,000					76,486	
4.7.35	Fish and wildlife warehouse - Nordegg	135,000					—	
4.7.38	Fish and wildlife warehouse - Peace River	—					65,545	
4.7.42	Forest headquarters - Slave Lake	—					35,160	
4.7.43	Pine Ridge Forest Nursery - Smoky Lake	965,000					15,432	
4.7.48	Public lands division warehouse - St. Paul	20,000					2,653	
4.7.51	Fish and wildlife warehouses - various	1,005,000					394,517	
4.7.55	Forest headquarters - Whitecourt	20,000					76,088	
4.8	Environment							
4.8.20	Alberta Environmental Centre - Vegreville	1,870,000					1,386,291	
4.9	Executive Council							
4.9.1	Core Research Centre - Calgary	150,000					45,328	
4.9.2	Coal Research Centre - Devon	2,865,000					638,984	
4.9.8	Alberta Research Council, Clover Bar-Edmonton	1,580,000					123,690	
4.9.9	Alberta Research Council, Millwoods-Edmonton	10,240,000					9,967,671	
4.9.15	Alberta Research Council - Penhold	210,000					2,500	
4.9.20	Alberta Pavilion, Expo '86 - Vancouver, B.C.	4,100,000					4,486,334	
4.9.21	Alberta Research Council - various	400,000					—	
4.10	Hospitals and Medical Care							
4.10.6	Blood transfusion service building - Edmonton	1,500,000					1,472,393	
4.12	Manpower							
4.12.1	Alberta Opportunity Corps - Ardmore	550,000					677,690	
4.12.2	Alberta Opportunity Corps - Calling Lake	—					22,967	
4.12.3	Alberta Opportunity Corps - High Level	620,000					355,926	
4.12.4	Alberta Opportunity Corps - Lac La Biche	560,000					722,638	
4.12.5	Alberta Opportunity Corps - Peace River	590,000					12,192	
4.12.6	Alberta Opportunity Corps - Rocky Mountain House	560,000					718,790	

Statement No. 19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

			Funds Provided					
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4.12.7	Alberta Opportunity Corps - various	$ 200,000					$ 281,669	
4.13	Public Works, Supply and Services							
4.13.2	Provincial Building - Bow Island	50,000					48,998	
4.13.3	Energy Resources Research Building - Calgary	110,000					50,982	
4.13.5	E.R.C.B. Building - Calgary	460,000					15,747	
4.13.6	J.J. Bowlen Building - Calgary	1,000,000					567,765	
4.13.7	Office building (McDougall School) - Calgary	4,890,000					7,078,142	
4.13.8	Research park development - Calgary	100,000					3,402	
4.13.11	Provincial Building - Cochrane	30,000					14,000	
4.13.13	Provincial Building - Coronation	190,000					310,994	
4.13.14	Provincial Building - Crowsnest Pass	—					20,000	
4.13.16	Alberta Block - Edmonton	75,000					29,523	
4.13.17	Bowker Building - Edmonton	—					4,190	
4.13.19	Government complex, University farm - Edmonton	100,000					40,246	
4.13.20	Haultain Building - Edmonton	—					1,097	
4.13.21	Goodwill warehouse - Edmonton	100,000					15,737	
4.13.22	Groat Road Building - Edmonton	—					19,688	
4.13.23	Legislature Annex - Edmonton	—					183,188	
4.13.24	Legislature grounds - Edmonton	1,570,000					335,603	
4.13.25	McLeod Building - Edmonton	260,000					158,260	
4.13.26	Government Office Building 97 Street - Edmonton	2,590,000					1,898,271	
4.13.27	Old St. Stephens College - Edmonton	—					155,469	
4.13.29	Office Building (PWSS) U of A Farm - Edmonton	—					192,933	
4.13.30	PWSS Central Supply Warehouse - Edmonton	—					15,376	
4.13.31	Queen's Printer Building - Edmonton	—					36,587	
4.13.34	Kerby Centre - Calgary	—					10,048	
4.13.35	Transportation Building - Edmonton	1,000,000					545,622	
4.13.40	Provincial Building - Edson	8,220,000					6,903,330	
4.13.41	Government Centre - Edmonton	—					81	
4.13.42	Legislature Building - Edmonton	—					12,152	
4.13.44	Provincial Building - Fort Chipewyan	1,170,000					—	

Statement No. 19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4.13.46	Provincial Building - Fort McMurray	$ —					$ 2,006	
4.13.50	Provincial Building - High Prairie	290,000					60,999	
4.13.51	Provincial Building - High Level	—					18,400	
4.13.52	Provincial Building - Medicine Hat	—					191,310	
4.13.53	Provincial Building - Lacombe	—					323	
4.13.54	Provincial Building - Lethbridge	85,000					200	
4.13.55	Provincial Building - Morinville	500,000					301,657	
4.13.56	Provincial Building - Oyen	145,000					6,038	
4.13.57	Provincial Building - Ponoka	—					63,190	
4.13.58	Provincial Building - Provost	750,000					15,673	
4.13.59	Hotel Complex - Ribbon Creek	—					373,299	
4.13.60	Provincial Building - Rocky Mountain House	20,000					198,497	
4.13.61	C.V.C./A.O.C. Building - Slave Lake	2,100,000					670,087	
4.13.62	Provincial Building - Red Deer	—					12,844	
4.13.64	Provincial Building - St. Albert	650,000					1,321,651	
4.13.65	Provincial Building - St. Paul	75,000					53,303	
4.13.68	Westerra Institute of Technology - Stony Plain	650,000					1,146,419	
4.13.80	Government buildings - various	1,145,000					16,967,543	
4.13.81	Miscellaneous demolition projects - various	300,000					159,066	
4.13.82	Off-site service charges - various	250,000					894,095	
4.13.83	Prisoner holding facilities - various	205,000					—	
4.13.84	Renovations and improvements - various	—					223,935	
4.13.85	Provincial Building - Vermilion	50,000					145,433	
4.13.86	St. Johns Residence - Wabasca	50,000					—	
4.13.90	Provincial Building - Wetaskiwin	—					7,019	
4.14	Recreation and Parks							
4.14.1	Cypress Hills Provincial Park - Elkwater	200,000					138,779	
4.14.3	Regional parks workshop - Lac La Biche	850,000					903,632	
4.14.5	Percy Page Centre - St. Albert	—					5,984	
4.15	Social Services and Community Health							
4.15.2	Baker Centre - Calgary	3,655,000					317,360	
4.15.3	Group homes - Calgary	1,005,000					1,051,882	
4.15.4	Single Men's Hostel - Calgary	730,000					690,195	
4.15.7	Rosehaven Care Centre - Camrose	1,395,000					1,002,954	

Statement No. 19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
4.15.8	Claresholm Care Centre - Claresholm	$ 1,460,000					$ 781,664	
4.15.10	Eric Cormack Centre - Edmonton	100,000					114,643	
4.15.11	Hilltop House - Edmonton	15,000					11,563	
4.15.13	Rosecrest Home - Edmonton	—					84,817	
4.15.14	Single Men's Hostel - Edmonton	1,080,000					139,253	
4.15.15	Westfield Centre - Edmonton	820,000					229,587	
4.15.20	Youth Assessment Centre - Grande Prairie	210,000					81,209	
4.15.21	Gunn Centre - Gunn	90,000					3,818	
4.15.22	Youth Assessment Centre - High Prairie	—					2,004	
4.15.23	Group home - Lethbridge	200,000					98,959	
4.15.24	Group home - Olds	130,000					211,439	
4.15.27	Michener Centre - Red Deer	4,340,000					1,377,794	
4.15.29	Wetaskiwin Centre - Wetaskiwin	25,000					181,059	
4.15.30	Youngstown Home - Youngstown	10,000					132,323	
4.15.31	Nursing station - Worsley	—					6,103	
4.15.41	Institutions and group homes - various	540,000					71,581	
4.15.50	Multi-purpose recreation centre - Bonnyville	—					107,315	
4.15.53	David Lander Centre - Claresholm	10,000					6,535	
4.15.55	Poundmaker Nechi - St. Albert	—					37,520	
4.15.56	AADAC Recovery Centre - Edmonton	80,000					8,067	
4.15.57	AADAC Treatment Centre - Grande Prairie	1,000,000					75,891	
4.16	Solicitor General							
4.16.1	Bow River Correctional Centre - Calgary	—					135,683	
4.16.2	Correctional Institution - Calgary	1,450,000					219,973	
4.16.3	Remand Centre - Calgary	—					28,196	
4.16.4	Secure Custody Centre (YOA) - Calgary	1,900,000					908,322	
4.16.5	Correctional Camp - Alsike	65,000					121,473	
4.16.10	Holy Redeemer College - Edmonton	—					2,013	
4.16.11	Staff Development College - Edmonton	—					11,207	
4.16.12	Remand Centre - Edmonton	—					157,439	
4.16.14	Secure Custody Centre (YOA) - Edmonton	1,900,000					513,129	
4.16.16	Youth Development Centre (YOA) - Edmonton	985,000					1,155,988	
4.16.22	Correctional Centre - Fort Saskatchewan	10,320,000					4,903,751	
4.16.23	Correctional Centre - Grande Cache	1,650,000					3,470,108	
4.16.24	Correctional Camp - Kananaskis	—					696	

Statement No. 19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
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BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4.16.26	Correctional Centre - Lethbridge	$ —					$ 5,775	
4.16.27	Correctional Centre - Medicine Hat	5,970,000					4,380,993	
4.16.28	Correctional Centre - Peace River	155,000					114,654	
4.16.30	Remand/Correctional Centre - Red Deer	6,850,000					4,186,934	
4.16.31	Youth Development Centre (YOA) - Strathmore	165,000					89,592	
4.16.32	Correctional Centre - St. Paul	—					21,100	
4.16.34	Correctional Camp - Nordegg	—					31,682	
4.16.35	Detention/Correctional facilities - various	865,000					1,266,651	
3.16.36	Correctional centres - various	55,000					31,244	
4.16.45	Correctional Camp - Judy Creek	100,000					22,753	
4.16.46	Beaver Lake Correctional Centre - Lac La Biche	200,000					99,432	
4.16.47	Motor Vehicles Licensing Centre - Red Deer	470,000					723,942	
4.17	Tourism and Small Business							
4.17.2	Travel Information Centre - Canmore	580,000					1,055,072	
4.17.5	Travel Information Centre - Field, B.C.	50,000					—	
4.17.7	Travel Information Centre - Lloydminster	150,000					98,128	
4.18	Transportation							
4.18.2	Transportation depot - Anzac	—					1,934	
4.18.4	Transportation depot - Brooks	170,000					3,696	
4.18.5	Maintenance and repair depot - Canmore	20,000					19	
4.18.6	Transportation depot - Cardston	—					2,046	
4.18.7	Transportation depot - Donnelly	805,000					778,743	
4.18.8	Transportation depot - Drumheller	130,000					96,301	
4.18.17	Transportation depot - Elkwater	60,000					91,626	
4.18.19	Transportation depot - Gleichen	100,000					88,042	
4.18.20	Transportation depot - Hanna	300,000					68,214	
4.18.22	Transportation depot - High Prairie	70,000					990	
4.18.23	Transportation depot - Innisfail	650,000					724,440	
4.18.24	Transportation depot - Lac La Biche	60,000					55,253	
4.18.26	Transportation depot - Peace River	100,000					35,746	
4.18.27	Transportation depot - Medicine Hat	—					1,740	
4.18.28	Transportation depot - Olds	—					2,431	
4.18.30	Maintenance and repair depot - Rainbow Lake	10,000					25,210	

Statement No. 19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4.18.33	Transportation depot - Scott Lake	$ 130,000					$ 132,523	
4.18.34	Transportation depot - Sherwood Park	1,420,000					1,400,884	
4.18.36	Transportation depot - St. Paul	450,000					258,778	
4.18.37	Transportation depot - Stony Plain	360,000					34,135	
4.18.40	Renovations to transportation facilities - various	80,000					106,680	
4.18.41	Site development - various	500,000					435,084	
4.18.43	Transportation depot - Wetaskiwin	60,000					30,902	
4.19	XV Olympic Winter Games - 1988							
4.19.1	Recreational development, Nakiska ski area - Mt. Allan	12,120,000					16,974,231	
4.19.2	Olympic standards upgrade, Nakiska ski area - Mt. Allan	3,235,000					—	
4.19.3	Site design and construction, nordic venue - Canmore	7,080,000					3,978,849	
4.19.4	Primary access road, nordic venue - Canmore	1,615,000					569,859	
4.20	Multi-Departmental Services							
4.20.1	Transferrable amount	5,500,000					—	
		217,309,300	$ —	$ —	$ 341,092	$ 217,650,392	184,325,181	$ 33,325,211
5	Central Services and Acquisition of Supplies							
5.1	Administrative Support							
5.1.1	Assistant deputy minister's office	128,300					109,558	
5.2	Procurement							
5.2.1	Executive director's office	106,300					95,395	
5.2.2	Purchasing	2,194,300					2,044,856	
5.2.3	Contracted services	650,900					607,284	
5.2.4	Coordinator - southern region	205,600					204,731	
5.3	Operational Support Services							
5.3.1	Standards and projects branch	365,400					274,717	
5.3.2	Administrative support services branch	187,700					183,656	
5.4	Supply Operations							
5.4.1	Executive director's office	103,500					98,306	
5.4.2	Records management branch	630,900					581,246	
5.4.3	Surplus sales branch	930,600					771,764	
5.5	Government Transportation							
5.5.1	Air transportation services	6,768,000					6,694,165	
5.5.2	Government garage	193,700					205,915	
5.5.3	Central delivery and courier	2,514,600					2,502,659	
		14,979,800	—	—	208,881	15,188,681	14,374,252	814,429

Statement No. 19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
6	Land Assembly							
6.1	Administrative Support							
6.1.1	Administrative support	$ 1,438,700					$ 980,078	
6.2	Culture							
6.2.1	Historical sites	1,046,000					524,068	
6.3	Energy and Natural Resources							
6.3.1	Grazing reserves	528,000					93,959	
6.3.2	Natural areas	155,000					—	
6.3.4	Wildlife habitat	465,000					1,484,201	
6.3.5	Fisheries habitat	370,000					11,999	
6.3.6	Public access to fisheries	224,000					—	
6.3.8	Resources management program	71,000					98,950	
6.4	Environment							
6.4.1	Municipal waste management	800,000					290,512	
6.4.2	Environmental research	9,000					3,525	
6.4.3	Surface water development and control	1,338,000					7,575,354	
6.4.4	Operation and maintenance of water resources systems	245,000					20,563	
6.5	Recreation and Parks							
6.5.1	Acquisition for existing provincial parks or recreation areas	300,000					7,626	
6.6	Utilities and Telecommunications							
6.6.1	Financial assistance for water and sewer projects	49,100					39,552	
6.7	Transferrable Amount							
6.7.1	Transferrable amount	500,000					—	
		7,538,800	$ —	$ 7,200,000	$ 25,926	$ 14,764,726	11,130,387	$ 3,634,339
		552,976,600	—	7,200,000	1,407,140	561,583,740	504,927,083	56,656,657
	STATUTORY APPROPRIATIONS							
	Public Works, Supply and Services Revolving Fund	5,937,745	—	—	—	5,937,745	(6,405,205)	12,342,950
	Department Total	$ 558,914,345	$ —	$ 7,200,000	$ 1,407,140(a)	$ 567,521,485	$ 498,521,878	$ 68,999,607

(a) Transferred from the salary contingency fund.

Statement No. 19.4

PUBLIC WORKS, SUPPLY AND SERVICES
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada:		
Canada assistance plan	$ 2,246,231	$ 2,667,301
Federal sales tax refunds	1,865,900	2,458,477
Other	1,193,862	—
	5,305,993	5,125,778
Fees, Permits and Licences:		
Civil service parking	478,697	471,062
Other Revenue:		
Investment income	1,617	—
Refunds of expenditure:		
Previous years' refunds	3,157,605	441,557
Surplus sales	824,748	800,343
Salaries and expenses	15,184	15,117
Other	—	21,218
Sales of assets:		
Land	50,073	517,126
Miscellaneous:		
Rentals	11,660,962	10,089,815
Other	1,243,686	1,253,364
	16,953,875	13,138,540
Total revenue	$22,738,565	$18,735,380

SECTION 20

1985-86
PUBLIC ACCOUNTS

RECREATION AND PARKS

Departmental Support Services
Recreation Development
Provincial Parks
Support to the XV Olympic Winter Games - 1988
Kananaskis Country Management
Recreation and Parks Revolving Fund

The Ministry is responsible for the development and support of recreational services and programs, and for the planning, development and management of provincial parks.

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Statement No. 20.1

RECREATION AND PARKS STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS:							
1	Departmental Support Services	$ 3,589,243	$ —	$ —	$ 89,609	$ 3,678,852	$ 3,490,656	$ 188,196
2	Recreation Development							
2.1	Program Support	1,017,661	—	—	21,209	1,038,870	972,414	66,456
2.2	Financial Assistance	61,360,497	—	—	4,568	61,365,065	59,006,116	2,358,949
2.3	Community Recreation Development	996,611	—	—	17,396	1,014,007	989,535	24,472
2.4	Recreation Program Development	2,588,872	—	—	44,189	2,633,061	2,547,092	85,969
2.5	Regional Recreation Consultation	2,059,594	—	—	46,893	2,106,487	2,007,164	99,323
		68,023,235	—	—	134,255	68,157,490	65,522,321	2,635,169
3	Provincial Parks							
3.1	Operations and Maintenance	22,362,230	—	—	251,515	22,613,745	21,847,764	765,981
3.2	Design and Implementation	5,034,701	—	—	111,781	5,146,482	5,145,901	581
3.3	Parks - Reconstruction	6,509,000	—	—	(99,941)	6,409,059	5,653,900	755,159
3.4	Parks - Construction and Redevelopment	200,000	—	—	101,000	301,000	277,745	23,255
		34,105,931	—	—	364,355	34,470,286	32,925,310	1,544,976
4	Support to the XV Olympic Winter Games - 1988							
4.1	Capital Development Coordination	738,149	—	—	2,805	740,954	561,720	179,234
4.3	Nordic Venues	10,000	—	—	—	—	—	—
4.4	University of Calgary			—	—	10,000	—	10,000
	Venues	2,000,000	—	—	—	2,000,000	1,850,000	150,000
4.5	Operations	65,265	—	—	—	65,265	35,494	29,771
		2,813,414	—	—	2,805	2,816,219	2,447,214	369,005
5	Kananaskis Country Management							
5.1	Program Support	1,231,796	—	—	182,593	1,414,389	1,308,503	105,886
5.2	Recreation Services	3,879,402	—	—	(101,263)	3,778,139	3,648,641	129,498
5.3	Facility Development and Maintenance	4,966,529	—	—	6,062	4,972,591	4,817,250	155,341
		10,077,727	—	—	87,392	10,165,119	9,774,394	390,725
		118,609,550	—	—	678,416	119,287,966	114,159,895	5,128,071
	STATUTORY APPROPRIATIONS:							
	Recreation and Parks Revolving Fund	—	—	—	—	—	4,415	(4,415)
	TOTAL 1986	$ 118,609,550	$ —	$ —	$ 678,416(a)	$ 119,287,966	$ 114,164,310	$ 5,123,656
	TOTAL 1985	$ 108,656,018	$ —	$ 9,000,000	$ —	$ 117,656,018	$ 110,611,775	$ 7,044,243

(a) Transferred from the salary contingency fund.

Statement No. 20.2

RECREATION AND PARKS STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS:							
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 2,721,734	$ —	$ —	$ 89,609	$ 2,811,343	$ 2,698,900	$ 112,443
	Supplies and services	784,480	—	—	(6,050)	778,430	703,015	75,415
	Grants	19,629	—	—	—	19,629	19,540	89
	Purchase of fixed assets	22,600	—	—	5,800	28,400	28,165	235
	Other	40,800	—	—	250	41,050	41,036	14
	TOTAL 1986	$ 3,589,243	$ —	$ —	$ 89,609	$ 3,678,852	$ 3,490,656	$ 188,196
	TOTAL 1985 (a)	$ 3,579,158	$ —	$ —	$ —	$ 3,579,158	$ 3,345,628	$ 233,530
2	Recreation Development							
	Salaries, wages and employee benefits	$ 4,909,609	$ —	$ —	$ 134,255	$ 5,043,864	$ 4,843,514	$ 200,350
	Supplies and services	2,028,676	—	—	—	2,028,676	1,909,032	119,644
	Grants	61,046,250	—	—	—	61,046,250	58,738,388	2,307,862
	Purchase of fixed assets	38,700	—	—	—	38,700	31,387	7,313
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 68,023,235	$ —	$ —	$ 134,255	$ 68,157,490	$ 65,522,321	$ 2,635,169
	TOTAL 1985 (a)	$ 48,187,633	$ —	$ 9,000,000	$ —	$ 57,187,633	$ 55,701,665	$ 1,485,968
3	Provincial Parks							
	Salaries, wages and employee benefits	$ 18,414,805	$ —	$ —	$ 364,355	$ 18,779,160	$ 18,176,033	$ 603,127
	Supplies and services	15,411,541	—	—	(197,625)	15,213,916	14,403,185	810,731
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	279,585	—	—	197,625	477,210	346,092	131,118
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 34,105,931	$ —	$ —	$ 364,355	$ 34,470,286	$ 32,925,310	$ 1,544,976
	TOTAL 1985 (a)	$ 37,625,518	$ —	$ —	$ —	$ 37,625,518	$ 34,037,226	$ 3,588,292
4	Support to the XV Olympic Winter Games - 1988							
	Salaries, wages and employee benefits	$ 117,529	$ —	$ —	$ 2,805	$ 120,334	$ 92,605	$ 27,729
	Supplies and services	671,349	—	—	(30,500)	640,849	465,909	174,940
	Grants	2,015,000	—	—	—	2,015,000	1,850,000	165,000
	Purchase of fixed assets	9,536	—	—	30,500	40,036	38,700	1,336
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 2,813,414	$ —	$ —	$ 2,805	$ 2,816,219	$ 2,447,214	$ 369,005
	TOTAL 1985	$ 9,081,823	$ —	$ —	$ —	$ 9,081,823	$ 8,379,203	$ 702,620
5	Kananaskis Country Management							
	Salaries, wages and employee benefits	$ 6,139,026	$ —	$ —	$ (83,608)	$ 6,055,418	$ 5,762,894	$ 292,524
	Supplies and services	3,655,486	—	—	171,000	3,826,486	3,761,249	65,237
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	283,215	—	—	—	283,215	250,251	32,964
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 10,077,727	$ —	$ —	$ 87,392	$ 10,165,119	$ 9,774,394	$ 390,725
	TOTAL 1985	$ 10,181,886	$ —	$ —	$ —	$ 10,181,886	$ 9,148,053	$ 1,033,833
	Total Voted 1986	$ 118,609,550	$ —	$ —	$ 678,416	$ 119,287,966	$ 114,159,895	$ 5,128,071
	Total Voted 1985	$ 108,656,018	$ —	$ 9,000,000	$ —	$ 117,656,018	$ 110,611,775	$ 7,044,243

Statement No. 20.2 (cont'd)

RECREATION AND PARKS STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	STATUTORY APPROPRIATIONS:							
	Recreation and Parks							
	Revolving Fund							
	Salaries, Wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	11,718	(11,718)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	(7,303)	7,303
	Total Statutory 1986	$ —	$ —	$ —	$ —	$ —	$ 4,415	$ (4,415)
	Total Statutory 1985	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Department Total 1986	$ 118,609,550	$ —	$ —	$ 678,416(b)	$ 119,287,966	$ 114,164,310	$ 5,123,656
	Department Total 1985	$ 108,656,018	$ —	$ 9,000,000	$ —	$ 117,656,018	$ 110,611,775	$ 7,044,243

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 20.3

RECREATION AND PARKS
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
	VOTED APPROPRIATIONS:							
1	Departmental Support Services							
1.0.1	Minister's office	$ 204,146					$ 194,760	
1.0.2	Deputy minister's office	257,206					232,170	
1.0.3	Administrative support	429,877					486,397	
1.0.4	Financial administration	1,161,109					1,109,267	
1.0.5	Personnel services	423,202					436,449	
1.0.6	Systems development	754,788					676,826	
1.0.7	Public communications	79,116					76,212	
1.0.8	Planning secretariat	279,799					278,575	
		3,589,243	$ —	$ —	$ 89,609	$ 3,678,852	3,490,656	$ 188,196
2	Recreation Development							
2.1	Program Support							
2.1.1	Administrative support	354,128					355,699	
2.1.2	Program management	217,776					221,122	
2.1.3	Planning support	445,757					395,593	
2.2	Financial Assistance							
2.2.1	Grants administration	314,247					267,728	
2.2.3	Special recreation grants	226,850					209,338	
2.2.5	Municipal grants	57,285,000					55,012,929	
2.2.7	Association grants	1,810,000					2,173,297	
2.2.8	Recreation program grants	1,724,400					1,342,823	
2.3	Community Recreation Development							
2.3.3	Community recreation indoor recreation facilities	341,886					355,320	
2.3.8	Community recreation outdoor recreation facilities	239,796					336,055	
2.3.9	Community recreation services	414,929					298,160	
2.4	Recreation Program Development							
2.4.1	Administrative support	185,489					210,051	
2.4.2	Sports and fitness	1,031,353					1,031,028	
2.4.4	Special recreation services	455,800					446,134	
2.4.5	Outdoor recreation	916,230					859,879	
2.5	Regional Recreation Consultation							
2.5.1	Administrative support	229,783					204,584	
2.5.2	South Alberta area	496,890					493,890	
2.5.3	Central Alberta area	750,943					739,832	
2.5.4	North Alberta area	581,978					568,859	
		68,023,235	—	—	134,255	68,157,490	65,522,321	2,635,169
3	Provincial Parks							
3.1	Operations and Maintenance							
3.1.1	Divisional support	541,744					543,575	
3.1.2	Field support	934,676					850,064	
3.1.3	Visitor services	662,312					635,467	
3.1.4	West central region	5,211,021					5,038,800	
3.1.5	East central region	5,916,979					5,832,541	
3.1.6	North region	3,985,844					3,958,011	
3.1.7	South region	5,109,654					4,989,306	
3.2	Design and Implementation							
3.2.1	Divisional support	883,550					912,324	
3.2.2	Planning and land management	998,591					1,067,555	
3.2.3	Professional and technical support	1,813,542					1,858,870	
3.2.4	Project management	1,339,018					1,307,153	

RECREATION AND PARKS STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
3.3	Parks - Reconstruction							
3.3.1	Implementation support	$ —					$ 186,722	
3.3.3	Multi-parks upgrading	4,163,180					2,902,859	
3.3.4	Wayside recreation areas	895,500					376,188	
3.3.5	Renovation projects	150,000					232,786	
3.3.6	Major replacement	1,300,320					1,955,346	
3.4	Parks - Construction and Redevelopment							
3.4.2	Cypress Hills	55,000					92,348	
3.4.3	Dillberry Lake	35,000					27,744	
3.4.53	Whitney Lakes	50,000					63,686	
3.4.56	Hilliard's Bay	20,000					75,997	
3.4.58	Kinbrook Island	40,000					17,968	
		34,105,931	$ —	$ —	$ 364,355	$ 34,470,286	32,925,310	$ 1,544,976
4	Support to the XV Olympic Winter Games - 1988							
4.1	Capital Development Coordination							
4.1.1	Project administration	217,451					111,633	
4.1.2	Technical support	520,698					450,087	
4.3	Nordic Venue							
4.3.1	Cross country and biathlon	10,000					—	
4.4	University of Calgary Venues							
4.4.2	Athletes' village	2,000,000					1,850,000	
4.5	Operations							
4.5.1	Project support	65,265					35,494	
		2,813,414	—	—	2,805	2,816,219	2,447,214	369,005
5	Kananaskis Country Management							
5.1	Program Support							
5.1.1	General administration	898,796					804,946	
5.1.2	Public communications	333,000					332,145	
5.1.3	Alpine Village Association	—					171,413	
5.2	Recreation Services							
5.2.1	Visitor services	883,286					838,547	
5.2.2	District operations	2,799,208					2,685,016	
5.2.3	Emergency services	196,908					125,078	
5.3	Facility Development and Maintenance							
5.3.1	Natural resource management	107,271					103,865	
5.3.2	Construction and maintenance	4,859,258					4,713,384	
		10,077,727	—	—	87,392	10,165,119	9,774,394	390,725
		118,609,550	—	—	678,416	119,287,966	114,159,895	5,128,071
	STATUTORY APPROPRIATIONS:							
	Recreation and Parks Revolving Fund	—	—	—	—	—	4,415	(4,415)
	Department Total	$ 118,609,550	$ —	$ —	$ 678,416(a)	$ 119,287,966	$ 114,164,310	$ 5,123,656

(a) Transferred from the salary contingency fund.

Statement No. 20.4

RECREATION AND PARKS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada	$ —	$ 39
Fees, Permits and Licences	620,115	607,072
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	63,490	96,307
Miscellaneous:		
Provincial parks	1,164,200	1,173,364
Rentals	155,167	88,407
Utilities	42,149	35,144
Other	995	2,032
	1,426,001	1,395,254
Total revenue	$2,046,116	$2,002,365

SECTION 21

1985-86
PUBLIC ACCOUNTS

SOCIAL SERVICES AND COMMUNITY HEALTH

Departmental Support Services
Social Allowance
Child Welfare Services
Specialized Social Services
Benefits and Income Support
Vocational Rehabilitation Services
Services for the Handicapped
Treatment of Mental Illness
General Health Services
Community Social and Health Services
Alcoholism and Drug Abuse - Treatment, Prevention and Education

The Ministry is responsible for the management of programs and institutions designed to promote the physical, mental, and social well-being of Albertans.

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Statement No. 21.1

SOCIAL SERVICES AND COMMUNITY HEALTH STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services	$ 57,513,588	$ —	$ —	$ 1,137,499	$ 58,651,087	$ 58,497,909	$ 153,178
2	Social Allowance							
2.1	Program Development and Support	1,261,398	—	—	735,918	1,997,316	1,927,939	69,377
2.2	Regional Service Delivery	17,894,954	—	—	784,089	18,679,043	18,611,649	67,394
2.3	Social Allowance for Aged	19,997,000	—	—	—	19,997,000	19,534,348	462,652
2.4	Social Allowance for Single Parent Families	192,471,000	—	—	(2,535,000)	189,936,000	189,002,505	933,495
2.5	Social Allowance for Physically Handicapped	61,429,000	—	—	598,000	62,027,000	62,010,077	16,923
2.6	Social Allowance for Mentally Handicapped	10,867,000	—	—	1,894,000	12,761,000	12,617,430	143,570
2.7	Social Allowance for Employables	141,917,000	—	—	8,565,000	150,482,000	150,159,727	322,273
2.8	Social Allowance for Special Groups	15,393,000	—	—	(9,552,000)	5,841,000	5,005,472	835,528
		461,230,352	—	—	490,007	461,720,359	458,869,147	2,851,212
3	Child Welfare Services							
3.1	Program Development and Support	3,452,309	—	—	46,598	3,498,907	2,657,806	841,101
3.2	Guardianship of Children	941,683	—	—	10,966	952,649	446,974	505,675
3.3	Regional Service Delivery	24,711,437	—	—	3,042,568	27,754,005	27,065,058	688,947
3.4	Family Services	37,121,282	—	—	1,675,000	38,796,282	38,028,950	767,332
3.5	Contracted Residences	42,671,636	—	—	(4,043,591)	38,628,045	35,019,640	3,608,405
3.6	Residence and Treatment in Institutions	18,479,064	—	—	235,157	18,714,221	17,892,012	822,209
		127,377,411	—	—	966,698	128,344,109	121,110,440	7,233,669
4	Specialized Social Services							
4.1	Guardianship of Dependent Adults	3,047,063	—	—	5,281	3,052,344	2,795,805	256,539
4.2	Senior Citizens	770,724	—	—	6,420	777,144	750,153	26,991
4.3	Family Relations Program	3,871,281	—	—	154,790	4,026,071	3,964,004	62,067
4.4	Purchased Services and Agency Grants for Adults	3,558,920	—	—	172,000	3,730,920	3,671,756	59,164
4.5	Residential Accommodation in Institutions and Hostels for Adults	5,058,869	—	—	(80,915)	4,977,954	4,840,450	137,504
		16,306,857	—	—	257,576	16,564,433	16,022,168	542,265
5	Benefits and Income Support							
5.1	Regional Service Delivery	2,034,016	—	—	211,326	2,245,342	2,144,054	101,288
5.2	Senior Citizens' Supplementary Benefits	64,310,000	—	—	(2,450,000)	61,860,000	61,684,251	175,749
5.3	Allowances and Benefits	93,117,000	—	6,160,000	593,000	99,870,000	99,771,149	98,851
5.4	Day Care	22,572,040	—	—	1,170,000	23,742,040	23,672,545	69,495
5.5	Widows' Supplementary Benefits	15,990,000	—	—	528,000	16,518,000	15,980,965	537,035
		198,023,056	—	6,160,000	52,326	204,235,382	203,252,964	982,418
6	Vocational Rehabilitation Services							
6.1	Program Development and Support	739,038	—	—	12,593	751,631	630,562	121,069
6.2	Regional Service Delivery	2,737,083	—	—	80,708	2,817,791	2,777,936	39,855
6.3	Purchased Services and Agency Grants	17,717,504	—	—	—	17,717,504	16,384,806	1,332,698
		21,193,625	—	—	93,301	21,286,926	19,793,304	1,493,622

Statement No. 21.1 (cont'd)

SOCIAL SERVICES AND COMMUNITY HEALTH STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
7	Services for the Handicapped							
7.1	Program Development and Support	$ 1,224,067	$ —	$ —	$ 33,597	$ 1,257,664	$ 1,120,225	$ 137,439
7.2	Regional Service Delivery	2,789,220	—	—	79,098	2,868,318	2,686,831	181,487
7.3	Purchased Services and Agency Grants	33,505,808	—	—	—	33,505,808	32,375,197	1,130,611
7.4	Residence and Treatment in Institutions	79,428,333	—	—	1,566,912	80,995,245	79,627,577	1,367,668
		116,947,428	—	—	1,679,607	118,627,035	115,809,830	2,817,205
8	Treatment of Mental Illness							
8.1	Program Development and Support	3,530,371	—	—	190,379	3,720,750	3,619,302	101,448
8.2	Regional Service Delivery	16,597,975	—	—	254,158	16,852,133	16,658,278	193,855
8.3	Purchased Services and Agency Grants	7,060,780	—	—	(160,000)	6,900,780	6,770,900	129,880
8.4	Residence and Treatment in Institutions	17,728,353	—	—	522,507	18,250,860	18,162,712	88,148
		44,917,479	—	—	807,044	45,724,523	45,211,192	513,331
9	General Health Services							
9.1	Program Development and Support	4,221,275	—	—	149,555	4,370,830	4,298,802	72,028
9.2	Communicable Disease Control	6,753,022	—	—	(74,311)	6,678,711	6,514,130	164,581
9.3	Funding of Provincial Laboratory of Public Health	8,743,400	—	—	—	8,743,400	8,743,400	—
9.4	Rehabilitative and Special Health Services	35,766,639	—	3,500,000	75,272	39,341,911	39,190,938	150,973
9.5	Vital Statistics	1,626,550	—	—	6,868	1,633,418	1,605,933	27,485
		57,110,886	—	3,500,000	157,384	60,768,270	60,353,203	415,067
10	Community Social and Health Services							
10.1	Program Development and Support	1,529,995	—	—	(210,957)	1,319,038	1,295,895	23,143
10.2	Regional Service Delivery	972,897	—	—	(32,398)	940,499	917,451	23,048
10.3	Community Health Services	3,561,845	—	—	(219,454)	3,342,391	3,338,266	4,125
10.4	Funding of Community Social Services	25,298,360	—	—	(490,000)	24,808,360	24,804,386	3,974
10.5	Funding of Local Health Services	95,437,933	—	3,068,000	360,000	98,865,933	98,858,978	6,955
10.6	Day Care	28,369,452	—	4,750,000	669,000	33,788,452	33,784,483	3,969
		155,170,482	—	7,818,000	76,191	163,064,673	162,999,459	65,214
11	Alcoholism and Drug Abuse - Treatment, Prevention and Education							
11.1	Program Support Services	2,325,368	—	—	56,522	2,381,890	2,357,438	24,452
11.2	Clinical and Institutional Treatment Services	8,117,270	—	—	(10,405)	8,106,865	7,987,159	119,706
11.3	Community Resource and Referral Services	4,968,536	—	—	27,644	4,996,180	4,729,372	266,808
11.4	Prevention and Education Programs	3,730,178	—	539,298	23,089	4,292,565	4,194,950	97,615
11.5	Direct Financial Assistance to Private Agencies	7,153,867	—	—	2,791	7,156,658	6,952,959	203,699
		26,295,219	—	539,298	99,641	26,934,158	26,221,878	712,280
	TOTAL 1986	$1,282,086,383	$ —	$ 18,017,298	$ 5,817,274(b)	$1,305,920,955	$1,288,141,494	$ 17,779,461
	TOTAL 1985 (a)	$1,208,890,751	$ —	$ 15,892,000	$ —	$1,224,782,751	$1,144,231,518	$ 80,551,233

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 21.2

SOCIAL SERVICES AND COMMUNITY HEALTH STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 39,638,486	$ —	$ —	$ 426,499	$ 40,064,985	$ 39,960,486	$ 104,499
	Supplies and services	16,689,560	—	—	754,939	17,444,499	17,450,226	(5,727)
	Grants	574,870	—	—	(289,000)	285,870	269,472	16,398
	Purchase of fixed assets	568,872	—	—	245,061	813,933	776,684	37,249
	Other	41,800	—	—	—	41,800	41,041	759
	TOTAL 1986	$ 57,513,588	$ —	$ —	$ 1,137,499	$ 58,651,087	$ 58,497,909	$ 153,178
	TOTAL 1985 (a)	$ 61,395,491	$ —	$ —	$ —	$ 61,395,491	$ 54,923,893	$ 6,471,598
2	Social Allowance							
	Salaries, wages and employee benefits	$ 17,831,738	$ —	$ —	$ 740,007	$ 18,571,745	$ 18,528,536	$ 43,209
	Supplies and services	1,324,614	—	—	780,000	2,104,614	2,016,568	88,046
	Grants	442,074,000	—	—	(1,030,000)	441,044,000	438,324,043	2,719,957
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 461,230,352	$ —	$ —	$ 490,007	$ 461,720,359	$ 458,869,147	$ 2,851,212
	TOTAL 1985 (a)	$ 435,565,518	$ —	$ —	$ —	$ 435,565,518	$ 389,893,642	$ 45,671,876
3	Child Welfare Services							
	Salaries, wages and employee benefits	$ 38,922,811	$ —	$ —	$ 966,698	$ 39,889,509	$ 36,899,531	$ 2,989,978
	Supplies and services	85,161,343	—	—	(43,630)	85,117,713	80,967,176	4,150,537
	Grants	2,987,407	—	—	—	2,987,407	2,965,608	21,799
	Purchase of fixed assets	305,850	—	—	43,630	349,480	278,125	71,355
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 127,377,411	$ —	$ —	$ 966,698	$ 128,344,109	$ 121,110,440	$ 7,233,669
	TOTAL 1985 (a)	$ 124,284,159	$ —	$ —	$ —	$ 124,284,159	$ 111,414,676	$ 12,869,483
4	Specialized Social Services							
	Salaries, wages and employee benefits	$ 8,853,071	$ —	$ —	$ 307,576	$ 9,160,647	$ 9,119,826	$ 40,821
	Supplies and services	3,261,743	—	—	(56,850)	3,204,893	2,768,232	436,661
	Grants	4,134,243	—	—	—	4,134,243	4,080,058	54,185
	Purchase of fixed assets	57,800	—	—	6,850	64,650	54,052	10,598
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 16,306,857	$ —	$ —	$ 257,576	$ 16,564,433	$ 16,022,168	$ 542,265
	TOTAL 1985	$ 16,074,900	$ —	$ —	$ —	$ 16,074,900	$ 14,658,347	$ 1,416,553
5	Benefits and Income Support							
	Salaries, wages and employee benefits	$ 1,873,513	$ —	$ —	$ 190,326	$ 2,063,839	$ 1,978,868	$ 84,971
	Supplies and services	160,503	—	—	21,000	181,503	165,186	16,317
	Grants	195,989,040	—	6,160,000	(159,000)	201,990,040	201,108,910	881,130
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 198,023,056	$ —	$ 6,160,000	$ 52,326	$ 204,235,382	$ 203,252,964	$ 982,418
	TOTAL 1985	$ 166,173,550	$ —	$ 15,892,000	$ —	$ 182,065,550	$ 180,345,078	$ 1,720,472

SOCIAL SERVICES AND COMMUNITY HEALTH
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Vocational Rehabilitation Services							
	Salaries, wages and employee benefits	$ 2,947,521	$ —	$ —	$ 93,301	$ 3,040,822	$ 2,964,051	$ 76,771
	Supplies and services	356,302	—	—	—	356,302	276,543	79,759
	Grants	17,863,140	—	—	—	17,863,140	16,530,022	1,333,118
	Purchase of fixed assets	26,662	—	—	—	26,662	22,688	3,974
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 21,193,625	$ —	$ —	$ 93,301	$ 21,286,926	$ 19,793,304	$ 1,493,622
	TOTAL 1985 (a)	$ 20,322,110	$ —	$ —	$ —	$ 20,322,110	$ 19,881,962	$ 440,148
7	Services for the Handicapped							
	Salaries, wages and employee benefits	$ 65,222,655	$ —	$ —	$ 1,679,607	$ 66,902,262	$ 65,902,050	$ 1,000,212
	Supplies and services	17,123,021	—	—	(40,000)	17,083,021	16,466,307	616,714
	Grants	34,151,047	—	—	—	34,151,047	33,027,762	1,123,285
	Purchase of fixed assets	450,705	—	—	40,000	490,705	413,711	76,994
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 116,947,428	$ —	$ —	$ 1,679,607	$ 118,627,035	$ 115,809,830	$ 2,817,205
	TOTAL 1985 (a)	$ 112,862,952	$ —	$ —	$ —	$ 112,862,952	$ 107,758,406	$ 5,104,546
8	Treatment of Mental Illness							
	Salaries, wages and employee benefits	$ 28,212,429	$ —	$ —	$ 807,044	$ 29,019,473	$ 28,813,908	$ 205,565
	Supplies and services	8,490,489	—	—	(6,530)	8,483,959	8,308,200	175,759
	Grants	7,795,710	—	—	—	7,795,710	7,707,413	88,297
	Purchase of fixed assets	418,851	—	—	6,530	425,381	381,671	43,710
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 44,917,479	$ —	$ —	$ 807,044	$ 45,724,523	$ 45,211,192	$ 513,331
	TOTAL 1985 (a)	$ 43,391,820	$ —	$ —	$ —	$ 43,391,820	$ 41,348,899	$ 2,042,921
9	General Health Services							
	Salaries, wages and employee benefits	$ 6,270,426	$ —	$ —	$ 115,384	$ 6,385,810	$ 6,111,205	$ 274,605
	Supplies and services	6,169,780	—	—	(34,100)	6,135,680	6,134,840	840
	Grants	44,549,200	—	3,500,000	—	48,049,200	47,927,860	121,340
	Purchase of fixed assets	121,480	—	—	76,100	197,580	179,298	18,282
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 57,110,886	$ —	$ 3,500,000	$ 157,384	$ 60,768,270	$ 60,353,203	$ 415,067
	TOTAL 1985 (a)	$ 54,878,100	$ —	$ —	$ —	$ 54,878,100	$ 51,028,942	$ 3,849,158
10	Community Social and Health Services							
	Salaries, wages and employee benefits	$ 2,791,316	$ —	$ —	$ (68,781)	$ 2,722,535	$ 2,695,580	$ 26,955
	Supplies and services	2,608,350	—	—	(289,528)	2,318,822	2,331,416	(12,594)
	Grants	149,679,816	—	7,818,000	359,500	157,857,316	157,832,439	24,877
	Purchase of fixed assets	66,200	—	—	75,000	141,200	121,227	19,973
	Other	24,800	—	—	—	24,800	18,797	6,003
	TOTAL 1986	$ 155,170,482	$ —	$ 7,818,000	$ 76,191	$ 163,064,673	$ 162,999,459	$ 65,214
	TOTAL 1985 (a)	$ 148,251,387	$ —	$ —	$ —	$ 148,251,387	$ 147,838,016	$ 413,371

Statement No. 21.2 (cont'd)

SOCIAL SERVICES AND COMMUNITY HEALTH STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
11	Alcoholism and Drug Abuse - Treatment, Prevention and Education							
	Salaries, wages and employee benefits	$ 12,962,075	$ —	$ 107,998	$ 99,641	$ 13,169,714	$ 12,748,885	$ 420,829
	Supplies and services	6,310,679	—	429,300	(42,000)	6,697,979	6,647,556	50,423
	Grants	6,908,086	—	—	—	6,908,086	6,671,497	236,589
	Purchase of fixed assets	99,479	—	2,000	42,000	143,479	139,040	4,439
	Other	14,900	—	—	—	14,900	14,900	—
	TOTAL 1986	$ 26,295,219	$ —	$ 539,298	$ 99,641	$ 26,934,158	$ 26,221,878	$ 712,280
	TOTAL 1985 (a)	$ 25,690,764	$ —	$ —	$ —	$ 25,690,764	$ 25,139,657	$ 551,107
	Department Total 1986	$1,282,086,383	$ —	$ 18,017,298	$ 5,817,274(b)	$1,305,920,955	$1,288,141,494	$ 17,779,461
	Department Total 1985 (a)	$1,208,890,751	$ —	$ 15,892,000	$ —	$1,224,782,751	$1,144,231,518	$ 80,551,233

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 21.3

SOCIAL SERVICES AND COMMUNITY HEALTH STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support Services							
1.0.1	Minister's office	$ 455,495					$ 470,300	
1.0.2	Appeal and advisory secretariat	174,170					186,203	
1.0.3	Deputy minister - health services	421,630					364,750	
1.0.4	Deputy minister - social services	601,576					1,184,662	
1.0.5	Associate deputy minister - service delivery	823,455					680,919	
1.0.6	Regional service delivery	27,630,831					27,999,458	
1.0.7	Assistant deputy minister - policy and program development	1,704,464					1,653,306	
1.0.8	Assistant deputy minister - evaluation and audit	1,147,673					1,442,164	
1.0.9	Assistant deputy minister - finance and administration	283,363					203,351	
1.0.10	Financial services	5,083,204					4,452,049	
1.0.11	Administrative services	5,679,358					5,642,090	
1.0.12	Public communications	1,354,543					1,115,075	
1.0.13	Legal services	77,348					74,625	
1.0.14	Human resources	5,468,949					4,866,440	
1.0.15	Management information and systems services	6,607,529					8,162,517	
		57,513,588	$ —	$ —	$ 1,137,499	$ 58,651,087	58,497,909	$ 153,178
2	Social Allowance							
2.1	Program Development and Support							
2.1.1	Citizen appeal and advisory committee	322,510					401,166	
2.1.2	Income security	938,888					1,526,772	
2.2	Regional Service Delivery							
2.2.1	Social allowance	17,894,954					18,611,649	
2.3	Social Allowance for Aged							
2.3.1	Financial assistance for aged	19,997,000					19,534,348	
2.4	Social Allowance for Single Parent Families							
2.4.1	Financial assistance for single parent families	192,471,000					189,002,505	
2.5	Social Allowance for Physically Handicapped							
2.5.1	Financial assistance for physically handicapped	61,429,000					62,010,077	
2.6	Social Allowance for Mentally Handicapped							
2.6.1	Financial assistance for mentally handicapped	10,867,000					12,617,431	
2.7	Social Allowance for Employables							
2.7.1	Financial assistance for employables	141,917,000					150,159,727	
2.8	Social Allowance for Special Groups							
2.8.1	Guardian social allowance	4,927,000					4,367,533	
2.8.2	Financial assistance for transients	10,466,000					637,939	
		461,230,352	—	—	490,007	461,720,359	458,869,147	2,851,212

Statement No. 21.3 (cont'd)

SOCIAL SERVICES AND COMMUNITY HEALTH
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
3	Child Welfare Services							
3.1	Program Development and Support							
3.1.1	Appeal and advisory secretariat	$ 180,000					$ 167,906	
3.1.2	Children's services	3,272,309					2,489,900	
3.2	Guardianship of Children							
3.2.1	Children's guardian	941,683					446,974	
3.3	Regional Service Delivery							
3.3.1	Child welfare services, corporate	575,470					2,023,848	
3.3.2	Child welfare services, delivery	24,135,967					25,041,209	
3.4	Family Services							
3.4.1	Community intervention services	6,440,866					6,735,579	
3.4.2	Children in care services	25,911,489					26,415,846	
3.4.3	Handicapped children services	4,628,087					4,706,685	
3.4.4	Grants - child care agencies	140,840					170,840	
3.5	Contracted Residences							
3.5.1	Contracted institutions and homes	42,671,636					35,019,640	
3.6	Residence and Treatment in Institutions							
3.6.1	Westfield, Edmonton	4,827,527					4,766,578	
3.6.2	Youth Assessment Centre, Grande Prairie	1,071,763					1,012,787	
3.6.3	Youth Assessment Centre, Red Deer	500,674					483,726	
3.6.4	Youth Assessment Centre, Lac La Biche	637,341					662,450	
3.6.5	Youth Assessment Centre, Medicine Hat	678,366					691,632	
3.6.6	Youth Assessment Centre, High Prairie	1,108,495					1,082,747	
3.6.7	Youth Assessment Centre, Fort McMurray	1,216,959					1,014,331	
3.6.8	Community group homes	3,327,687					3,256,142	
3.6.9	Sifton Children's Centre	1,664,870					1,606,526	
3.6.10	Woodside Home, Edmonton	302,835					355,940	
3.6.11	Edmonton Juvenile Receiving and Detention Centre	3,142,547					2,959,154	
		127,377,411	$ —	$ —	$ 966,698	$ 128,344,109	121,110,440	$ 7,233,669
4	Specialized Social Services							
4.1	Guardianship of Dependent Adults							
4.1.1	Public Guardian	3,047,063					2,795,805	
4.2	Senior Citizens							
4.2.1	Appeal and advisory secretariat	128,000					99,861	
4.2.2	Senior Citizens' Bureau	642,724					650,292	
4.3	Family Relations Program							
4.3.1	Program development and support	340,037					290,180	
4.3.2	Regional service delivery	3,531,244					3,673,824	

Statement No. 21.3 (cont'd)

SOCIAL SERVICES AND COMMUNITY HEALTH
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
4.4	Purchased Services and Agency Grants for Adults							
4.4.1	Adult care agency grants	$ 3,558,920					$ 3,671,756	
4.5	Residential Accommodation in Institutions and Hostels for Adults							
4.5.1	Single Men's Hostel, Edmonton	1,842,452					1,611,062	
4.5.2	Single Men's Hostel, Calgary	1,298,740					1,408,717	
4.5.3	Gunn Welfare Centre	768,305					725,639	
4.5.4	Youngstown Home	810,258					780,445	
4.5.5	Hilltop House, Edmonton	339,114					314,587	
		16,306,857	$ —	$ —	$ 257,576	$ 16,564,433	16,022,168	$ 542,265
5	Benefits and Income Support							
5.1	Regional Service Delivery							
5.1.1	Benefits and income support	2,034,016					2,144,054	
5.2	Senior Citizens' Supplementary Benefits							
5.2.1	Alberta assured income plan	64,310,000					61,684,251	
5.3	Allowances and Benefits							
5.3.1	Alberta assured income for the severely handicapped	93,117,000					99,771,149	
5.4	Day Care							
5.4.1	Day care subsidy	22,572,040					23,672,545	
5.5	Widows' Supplementary Benefits							
5.5.1	Widows' allowance	15,990,000					15,980,965	
		198,023,056	—	6,160,000	52,326	204,235,382	203,252,964	982,418
6	Vocational Rehabilitation Services							
6.1	Program Development and Support							
6.1.1	Rehabilitation services	739,038					630,562	
6.2	Regional Service Delivery							
6.2.1	Employment opportunities	2,636,511					2,683,970	
6.2.2	Vocational consultants	100,572					93,966	
6.3	Purchased Services and Agency Grants							
6.3.1	Activity centre program	7,520,987					7,012,567	
6.3.2	Vocational training centre	3,503,200					3,290,669	
6.3.3	Vocational rehabilitation agencies	1,916,536					1,495,678	
6.3.4	Work activity programs	560,618					430,743	
6.3.5	Vocational counselling and placement services	356,764					356,757	
6.3.6	Research and demonstration program	3,859,399					3,798,392	
		21,193,625	—	—	93,301	21,286,926	19,793,304	1,493,622

SOCIAL SERVICES AND COMMUNITY HEALTH STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
7	Services for the Handicapped							
7.1	Program Development and Support							
7.1.1	Appeal and advisory secretariat	$ 463,200					$ 486,007	
7.1.2	Residential services	760,867					634,218	
7.2	Regional Service Delivery							
7.2.1	Community service workers	2,789,220					2,686,831	
7.3	Purchased Services and Agency Grants							
7.3.1	Community residences	29,776,877					27,930,799	
7.3.2	Day training and preschool program	215,000					215,000	
7.3.3	Other rehabilitation agencies	3,513,931					4,229,398	
7.4	Residence and Treatment in Institutions							
7.4.1	Michener Centre, Red Deer	55,294,111					56,007,899	
7.4.2	Baker Centre, Calgary	8,206,824					7,883,738	
7.4.3	Eric Cormack Centre, Edmonton	4,694,318					6,314,761	
7.4.4	Wetaskiwin Centre	1,270,408					1,100,924	
7.4.5	Community behavioural services	1,817,991					2,024,881	
7.4.6	Resources for the dependent handicapped	6,276,370					6,174,245	
7.4.7	Group homes for handicapped	215,268					121,129	
7.4.8	Rosecrest Home, Edmonton	1,653,043					—	
		116,947,428	$ —	$ —	$ 1,679,607	$ 118,627,035	115,809,830	$ 2,817,205
8	Treatment of Mental Illness							
8.1	Program Development and Support							
8.1.1	Appeal and advisory secretariat	1,910,090					1,851,328	
8.1.2	Mental health administration	1,418,467					1,537,263	
8.1.3	Extended care services administration	201,814					230,712	
8.2	Regional Service Delivery							
8.2.1	Alberta mental health services clinics	16,597,975					16,658,278	
8.3	Purchased Services and Agency Grants							
8.3.1	Purchased services contracts	921,780					700,988	
8.3.2	Grants to community agencies	6,139,000					6,069,912	
8.4	Residence and Treatment in Institutions							
8.4.1	Rosehaven, Camrose	8,129,970					8,445,652	
8.4.2	Claresholm Care Centre	8,144,472					8,278,866	
8.4.3	Raymond Home	1,453,911					1,438,193	
		44,917,479	—	—	807,044	45,724,523	45,211,192	513,331

Statement No. 21.3 (cont'd)

SOCIAL SERVICES AND COMMUNITY HEALTH
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
9	General Health Services							
9.1	Program Development and Support							
9.1.2	General health services	$ 4,221,275					$ 4,298,801	
9.2	Communicable Disease Control							
9.2.1	Communicable disease vaccine	2,761,000					2,903,958	
9.2.2	Venereal disease control	2,263,301					2,184,361	
9.2.3	T.B. control and out patient services	1,728,721					1,425,812	
9.3	Funding of Provincial Laboratory of Public Health							
9.3.1	Provincial Laboratory of Public Health	8,743,400					8,743,400	
9.4	Rehabilitative and Special Health Services							
9.4.1	Alberta aids to daily living	17,971,100					18,654,628	
9.4.2	Extended health benefits	17,537,000					20,238,641	
9.4.3	Special drugs and dietary treatment	227,160					277,848	
9.4.4	Poison control	31,379					19,822	
9.5	Vital Statistics							
9.5.1	Alberta vital statistics	1,626,550					1,605,932	
		57,110,886	$ —	$ 3,500,000	$ 157,384	$ 60,768,270	60,353,203	$ 415,067
10	Community Social and Health Services							
10.1	Program Development and Support							
10.1.1	Appeal and advisory secretariat	686,513					468,247	
10.1.2	Community social and health services	843,482					827,648	
10.2	Regional Service Delivery							
10.2.1	Family and community support services	46,248					46,726	
10.2.2	Day care	926,649					870,725	
10.3	Community Health Services							
10.3.1	Community health nursing	512,439					473,919	
10.3.2	Environmental health	429,655					401,303	
10.3.3	Dental health	2,035,970					1,925,230	
10.3.4	Auxiliary health projects	583,781					537,814	
10.4	Funding of Community Social Services							
10.4.1	Family and community support services	21,049,966					20,655,052	
10.4.2	Local administration and planning	4,248,394					4,149,335	
10.5	Funding of Local Health Services							
10.5.1	Health authorities	94,713,838					93,649,064	
10.5.2	Community organizations	724,095					5,209,914	
10.6	Day Care							
10.6.1	Day care operating allowance	28,369,452					33,784,482	
		155,170,482	—	7,818,000	76,191	163,064,673	162,999,459	65,214

SOCIAL SERVICES AND COMMUNITY HEALTH
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
11	Alcoholism and Drug Abuse - Treatment, Prevention and Education							
11.1	Program Support Services							
11.1.1	Chairman and board members	$ 168,565					$ 200,742	
11.1.2	Support services	2,156,803					2,156,696	
11.2	Clinical and Institutional Treatment Services							
11.2.1	Administration - institutions	72,915					88,975	
11.2.2	Henwood Rehabilitation Centre, Edmonton	2,066,086					2,054,605	
11.2.3	David Lander Centre, Claresholm	1,369,081					1,289,680	
11.2.4	AADAC Recovery Centre, Edmonton	1,141,832					1,034,824	
11.2.5	Renfrew Recovery Centre, Calgary	1,095,194					1,129,908	
11.2.6	Out-Patient Clinic, Grande Prairie	147,647					146,839	
11.2.7	Downtown Treatment Centre, Edmonton	824,630					815,032	
11.2.8	West End Centre, Edmonton	568,572					597,340	
11.2.9	Day Counselling Unit, Edmonton	212,470					206,565	
11.2.10	Out-Patient Clinic, Calgary	503,543					541,480	
11.2.11	Day Care Centre, Calgary	115,300					81,911	
11.3	Community Resource and Referral Services							
11.3.1	Administration - regional services	135,937					143,921	
11.3.2	Northwest region	781,016					722,534	
11.3.3	Northeast region	828,934					785,524	
11.3.4	Edmonton region	1,120,913					1,056,063	
11.3.5	Central region	528,976					531,262	
11.3.6	Calgary region	843,056					752,490	
11.3.7	South region	729,704					737,578	
11.4	Prevention and Educational Services							
11.4.1	Administration - provincial programs	120,913					116,866	
11.4.2	Media campaign	2,387,119					2,472,599	
11.4.3	Impaired drivers' course	415,157					689,315	
11.4.4	Community education, provincial	145,000					111,037	
11.4.5	Community and school theatre	100,000					121,123	
11.4.6	Resource development	303,878					404,777	
11.4.7	Library	258,111					279,233	
11.5	Direct Financial Assistance to Private Agencies							
11.5.1	Administration	245,781					281,462	
11.5.2	Grants to private agencies	6,908,086					6,671,497	
		26,295,219	$ —	$ 539,298	$ 99,641	$ 26,934,158	26,221,878	$ 712,280
	Department Total	$1,282,086,383	$ —	$ 18,017,298	$ 5,817,274(a)	$1,305,920,955	$1,288,141,494	$ 17,779,461

(a) Transferred from the salary contingency fund.

Statement No. 21.4

SOCIAL SERVICES AND COMMUNITY HEALTH
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada:		
Canada assistance plan	$377,714,538	$338,666,835
Extended health care	98,970,000	94,361,000
Vocational training - disabled persons	5,034,277	5,305,164
Rehabilitation of disabled persons	(2,813,035)	8,666,552
Child welfare - special allowance	2,096,868	2,281,885
Other	1,407,858	256,226
	482,410,506	449,537,662
Fees, Permits and Licences:		
Maintenance	8,757,715	6,320,386
Vital Statistics Act	1,182,751	1,084,623
Other	406,014	405,804
	10,346,480	7,810,813
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	9,379,581	15,660,165
Public assistance	3,636,890	2,919,502
Child welfare	3,055,630	2,415,551
Services and supplies to staff	40,971	49,997
Other	12,570	127,775
Miscellaneous	577,439	548,867
	16,703,081	21,721,857
Total revenue	$509,460,067	$479,070,332

SECTION 22

1985-86
PUBLIC ACCOUNTS

SOLICITOR GENERAL

- Departmental Support Services
- Correctional Services
- Law Enforcement
- Motor Vehicle Registration and Driver Licensing
- Control and Development of Horse Racing

The Ministry provides law enforcement, correction services, vehicle registration and driver licensing, and control and regulation over horse racing in accordance with the statutes of Alberta, including provincial policing, private investigators and security guards, and correctional institutions.

The Ministry also provides policy direction to the Alberta Liquor Control Board.

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Statement No. 22.1

SOLICITOR GENERAL
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services	$ 7,758,700	$ —	$ —	$ 163,395	$ 7,922,095	$ 7,827,723	$ 94,372
2	Correctional Services							
2.1	Program Support	7,188,500	—	—	86,207	7,274,707	6,885,788	388,919
2.2	Institutional Services	80,187,400	—	—	1,290,340	81,477,740	76,573,688	4,904,052
2.3	Community Correctional Services	11,990,400	—	—	320,188	12,310,588	11,424,565	886,023
2.4	Community Residential Centres	5,235,700	—	—	432,700	5,668,400	5,167,546	500,854
2.5	Native Courtworkers	3,003,400	—	—	12,500	3,015,900	3,015,408	492
		107,605,400	—	—	2,141,935	109,747,335	103,066,995	6,680,340
3	Law Enforcement							
3.1	Program Support	1,206,900	—	—	(27,249)	1,179,651	1,119,037	60,614
3.2	Financial Support for Policing	86,569,600	—	1,000,000	—	87,569,600	84,278,512	3,291,088
3.3	Highway Patrol	4,285,700	—	—	161,246	4,446,946	4,130,174	316,772
3.4	Federal Gun Control	324,700	—	—	(22,402)	302,298	261,437	40,861
		92,386,900	—	1,000,000	111,595	93,498,495	89,789,160	3,709,335
4	Motor Vehicle Registration and Driver Licensing							
4.1	Program Support	13,755,200	—	—	46,327	13,801,527	13,754,424	47,103
4.2	Licence Issuing and Driver Testing	11,033,700	—	—	279,823	11,313,523	11,235,019	78,504
4.3	Operator Licence Control	1,001,600	—	—	(5,406)	996,194	975,480	20,714
		25,790,500	—	—	320,744	26,111,244	25,964,923	146,321
5	Control and Development of Horse Racing	3,822,600	—	—	—	3,822,600	3,822,600	—
	TOTAL 1986	$ 237,364,100	$ —	$ 1,000,000	$ 2,737,669(b)	$ 241,101,769	$ 230,471,401	$ 10,630,368
	TOTAL 1985 (a)	$ 228,224,850	$ —	$ —	$ —	$ 228,224,850	$ 217,251,562	$ 10,973,288

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 22.2

SOLICITOR GENERAL
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 5,673,000	$ —	$ —	$ 163,395	$ 5,836,395	$ 5,680,659	$ 155,736
	Supplies and services	1,994,500	—	—	—	1,994,500	2,073,540	(79,040)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	50,400	—	—	(237)	50,163	32,488	17,675
	Other	40,800	—	—	237	41,037	41,036	1
	TOTAL 1986	$ 7,758,700	$ —	$ —	$ 163,395	$ 7,922,095	$ 7,827,723	$ 94,372
	TOTAL 1985 (a)	$ 7,465,434	$ —	$ —	$ —	$ 7,465,434	$ 7,101,639	$ 363,795
2	Correctional Services							
	Salaries, wages and employee benefits	$ 75,720,100	$ —	$ —	$ 2,141,935	$ 77,862,035	$ 73,242,735	$ 4,619,300
	Supplies and services	31,022,800	—	—	(279,750)	30,743,050	28,774,041	1,969,009
	Grants	12,000	—	—	—	12,000	6,028	5,972
	Purchase of fixed assets	850,500	—	—	279,750	1,130,250	1,044,191	86,059
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 107,605,400	$ —	$ —	$ 2,141,935	$ 109,747,335	$ 103,066,995	$ 6,680,340
	TOTAL 1985 (a)	$ 93,435,616	$ —	$ —	$ —	$ 93,435,616	$ 88,747,939	$ 4,687,677
3	Law Enforcement							
	Salaries, wages and employee benefits	$ 3,938,900	$ —	$ —	$ 111,595	$ 4,050,495	$ 3,737,178	$ 313,317
	Supplies and services	57,175,000	—	—	—	57,175,000	53,872,864	3,302,136
	Grants	31,143,000	—	1,000,000	—	32,143,000	32,054,161	88,839
	Purchase of fixed assets	129,000	—	—	—	129,000	124,928	4,072
	Other	1,000	—	—	—	1,000	29	971
	TOTAL 1986	$ 92,386,900	$ —	$ 1,000,000	$ 111,595	$ 93,498,495	$ 89,789,160	$ 3,709,335
	TOTAL 1985 (a)	$ 90,304,800	$ —	$ —	$ —	$ 90,304,800	$ 85,858,522	$ 4,446,278
4	Motor Vehicle Registration and Driver Licensing							
	Salaries, wages and employee benefits	$ 11,258,800	$ —	$ —	$ 320,744	$ 11,579,544	$ 11,473,645	$ 105,899
	Supplies and services	14,205,600	—	—	—	14,205,600	14,179,829	25,771
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	326,100	—	—	—	326,100	311,449	14,651
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 25,790,500	$ —	$ —	$ 320,744	$ 26,111,244	$ 25,964,923	$ 146,321
	TOTAL 1985 (a)	$ 32,519,000	$ —	$ —	$ —	$ 32,519,000	$ 31,200,434	$ 1,318,566
5	Control and Development of Horse Racing							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	3,822,600	—	—	—	3,822,600	3,822,600	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 3,822,600	$ —	$ —	$ —	$ 3,822,600	$ 3,822,600	$ —
	TOTAL 1985	$ 4,500,000	$ —	$ —	$ —	$ 4,500,000	$ 4,343,028	$ 156,972
	Department Total 1986	$ 237,364,100	$ —	$ 1,000,000	$ 2,737,669(b)	$ 241,101,769	$ 230,471,401	$ 10,630,368
	Department Total 1985 (a)	$ 228,224,850	$ —	$ —	$ —	$ 228,224,850	$ 217,251,562	$ 10,973,288

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 22.3

SOLICITOR GENERAL
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.0.1	Minister's office	$ 187,900					$ 185,067	
1.0.2	Deputy minister's office	149,800					133,350	
1.0.3	Finance and administration	2,062,900					2,125,812	
1.0.4	Personnel	1,982,100					1,917,855	
1.0.5	Systems and information services	3,247,700					3,352,771	
1.0.6	Liquor Licensing Review Council	128,300					112,868	
		7,758,700	$ —	$ —	$ 163,395	$ 7,922,095	7,827,723	$ 94,372
2	Correctional Services							
2.1	Program Support							
2.1.1	Administration	7,188,500					6,885,788	
2.2	Institutional Services							
2.2.1	Edmonton Remand Centre	11,674,100					11,101,716	
2.2.2	Fort Saskatchewan Correctional Centre	9,514,000					9,071,219	
2.2.3	Belmont Correctional Centre	2,592,000					2,455,459	
2.2.4	Calgary Correctional Centre	9,435,200					9,146,691	
2.2.5	Calgary Remand Centre	9,157,400					9,001,710	
2.2.6	Bow River Correctional Centre	2,140,000					3,334,166	
2.2.7	Peace River Correctional Centre	5,165,500					4,964,381	
2.2.8	St. Paul Correctional Centre	3,021,700					2,753,672	
2.2.9	Lethbridge Correctional Centre	6,452,700					6,446,754	
2.2.10	Lakeside Correctional Centre	380,700					416,051	
2.2.11	Grande Cache Correctional Centre	8,580,900					6,627,727	
2.2.12	Escort services	699,000					729,298	
2.2.14	Young Offender Strathmore	3,193,200					2,604,775	
2.2.15	Young Offender Edmonton Detention	1,212,600					1,152,009	
2.2.16	Young Offender Calgary Detention	1,077,500					1,112,000	
2.2.17	Young Offender Edmonton	5,890,900					5,656,061	
2.3	Community Correctional Services							
2.3.1	Edmonton district	3,264,300					3,098,883	
2.3.2	West central district	1,585,900					684,922	
2.3.3	Calgary district	2,519,100					2,255,404	
2.3.4	Peace River district	1,113,700					1,109,056	
2.3.5	St. Paul district	1,067,800					991,185	
2.3.6	Red Deer district	1,175,500					1,113,105	
2.3.7	Lethbridge district	1,264,100					1,288,826	
2.3.8	Edmonton rural district	—					883,184	
2.4	Community Residential Centres							
2.4.1	Payments to agencies	5,235,700					5,167,546	
2.5	Native Courtworkers							
2.5.1	Payment to agency	3,003,400					3,015,407	
		107,605,400	—	—	2,141,935	109,747,335	103,066,995	6,680,340

Statement No. 22.3 (cont'd)

SOLICITOR GENERAL
STATEMENT OF EXPENDITURE
BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
3	Law Enforcement							
3.1	Program Support							
3.1.1	Administrative support	$ 566,800					$ 502,851	
3.1.2	Alberta check stop	150,000					149,378	
3.1.3	Legislature Building security	490,100					466,807	
3.2	Financial Support for Policing							
3.2.1	Police building subsidy	200,000					128,598	
3.2.2	Subsidy for intermittent detention of intoxicated persons	150,000					119,197	
3.2.3	Summer village policing subsidy	39,000					33,750	
3.2.4	Provincial policing - R.C.M.P.	55,243,100					52,051,168	
3.2.5	Municipal police assistance grant	30,702,500					31,733,301	
3.2.6	Innovative policing subsidy	235,000					212,498	
3.3	Highway Patrol							
3.3.1	Support services	179,500					211,228	
3.3.2	Patrol operations	4,106,200					3,918,947	
3.4	Federal Gun Control							
3.4.1	Administration	73,700					70,183	
3.4.2	Payments of fees to municipalities	251,000					191,254	
		92,386,900	$ —	$ 1,000,000	$ 111,595	$ 93,498,495	89,789,160	$ 3,709,335
4	Motor Vehicle Registration and Driver Licensing							
4.1	Program Support							
4.1.1	Management services	456,400					448,539	
4.1.2	Finance and planning	349,000					533,723	
4.1.3	Operations	12,949,800					12,772,162	
4.1.4	Program development	—					—	
4.2	Licence Issuing and Driver Testing							
4.2.1	Edmonton region	2,457,300					2,491,798	
4.2.2	Calgary region	2,230,900					2,219,042	
4.2.3	Northern region	2,571,900					2,677,354	
4.2.4	Central region	2,231,800					2,320,121	
4.2.5	Southern region	1,541,800					1,526,704	
4.3	Operator Licence Control							
4.3.1	Driver Control Board	1,001,600					975,480	
		25,790,500	—	—	320,744	26,111,244	25,964,923	146,321
5	Control and Development of Horse Racing							
5.0.1	Grant to the Alberta Racing Commission	3,822,600	—	—	—	3,822,600	3,822,600	—
	Department Total	$ 237,364,100	$ —	$ 1,000,000	$ 2,737,669(a)	$ 241,101,769	$ 230,471,401	$ 10,630,368

(a) Transferred from the salary contingency fund.

Statement No. 22.4

SOLICITOR GENERAL
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada:		
Juvenile justice service	$ 8,506,684	$ 5,111,840
Federal inmate account	1,335,782	191,495
Other	11,689,850	927,945
	21,532,316	6,231,280
Fees, Permits and Licences:		
Motor vehicle licences:		
Commercial vehicles	38,027,804	52,908,456
Passenger vehicles	34,307,841	42,449,796
Operators	3,872,712	3,452,254
Driver abstracts	1,967,672	1,424,931
Administration fees	1,647,874	806,163
Other	2,501,021	1,186,027
Other:		
Motor vehicle revenue	381,835	389,130
Firearm	297,604	555,026
Maintenance charges	50,093	53,103
Other	198,658	60,480
	83,253,114	103,285,366
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	347,034	737,071
Services and supplies to staff	292,935	251,058
Juvenile offenders and probation branch	194,271	171,539
Miscellaneous:		
Correctional centres	42,205	44,452
Other	146,806	29,698
	1,023,251	1,233,818
Total revenue	$105,808,681	$110,750,464

SECTION 23

1985-86
PUBLIC ACCOUNTS

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS

Development of Science and Technology
Financing of High Technology Projects
Natural Sciences and Engineering Research
Multi Media Education Services

The Ministry is responsible for developing policies and implementing programs which promote the further diversification of the provincial economy, especially by focusing on advanced technologies generally, and information and communications, particularly; to promote Alberta as a national and international centre for research on, and commercial application of advanced technologies.

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Statement No. 23.1

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Development of Science and Technology	$ 1,900,151	$ —	$ 363,000	$ 30,226	$ 2,293,377	$ 2,225,114	$ 68,263
2	Financing of High Technology Projects	5,789,000	—	6,670,000	—	12,459,000	10,097,100	2,361,900
	Less: capitalized as a voted non-budgetary disbursement	(250,000)	—	(600,000)	—	(850,000)	(850,000)	—
		5,539,000	—	6,070,000	—	11,609,000	9,247,100	2,361,900
3	Natural Sciences and Engineering Research	26,209,000	—	—	—	26,209,000	26,209,000	—
4	Multi Media Education Services							
4.1	Program Support	3,592,000	—	—	32,000	3,624,000	3,624,000	—
4.2	Development and Production	7,101,500	—	—	81,000	7,182,500	7,182,500	—
4.3	Media Utilization	5,439,500	—	—	53,000	5,492,500	5,492,500	—
		16,133,000	—	—	166,000	16,299,000	16,299,000	—
	TOTAL 1986	$ 49,781,151(b)	$ —	$ 6,433,000	$ 196,226(c)	$ 56,410,377	$ 53,980,214	$ 2,430,163
	TOTAL 1985 (a)	$ 39,940,631	$ —	$ 4,066,000	$ —	$ 44,006,631	$ 43,662,957	$ 343,674

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from Executive Council ($42,342,000), Economic Development ($6,931,790) and Utilities and Telecommunications ($507,361) under authority of the Public Service Administrative Transfers Act.

(c) Transferred from the salary contingency fund.

Statement No. 23.2

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Development of Science and Technology							
	Salaries, wages and employee benefits	$ 950,711	$ —	$ —	$ 32,226	$ 982,937	$ 896,894	$ 86,043
	Supplies and services	840,240	—	363,000	—	1,203,240	1,223,922	(20,682)
	Grants	60,000	—	—	—	60,000	60,000	—
	Purchase of fixed assets	8,400	—	—	(2,000)	6,400	3,262	3,138
	Other	40,800	—	—	—	40,800	41,036	(236)
	TOTAL 1986	$ 1,900,151	$ —	$ 363,000	$ 30,226	$ 2,293,377	$ 2,225,114	$ 68,263
	TOTAL 1985 (a)	$ 1,948,631	$ —	$ —	$ —	$ 1,948,631	$ 1,604,957	$ 343,674
2	Financing of High Technology Projects							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	5,539,000	—	5,820,000	—	11,359,000	9,247,100	2,111,900
	Purchase of fixed assets	—	—	250,000	—	250,000	—	250,000
	Other	250,000	—	600,000	—	850,000	850,000	—
		5,789,000	—	6,670,000	—	12,459,000	10,097,100	2,361,900
	Less: capitalized as a voted non-budgetary disbursement	(250,000)	—	(600,000)	—	(850,000)	(850,000)	—
	TOTAL 1986	$ 5,539,000	$ —	$ 6,070,000	$ —	$ 11,609,000	$ 9,247,100	$ 2,361,900
	TOTAL 1985 (a)	$ 376,000	$ —	$ 2,605,000	$ —	$ 2,981,000	$ 2,981,000	$ —
3	Natural Sciences and Engineering Research							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	26,209,000	—	—	—	26,209,000	26,209,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 26,209,000	$ —	$ —	$ —	$ 26,209,000	$ 26,209,000	$ —
	TOTAL 1985 (a)	$ 21,463,000	$ —	$ 1,461,000	$ —	$ 22,924,000	$ 22,924,000	$ —
4	Multi Media Education Services							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	16,133,000	—	—	166,000	16,299,000	16,299,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 16,133,000	$ —	$ —	$ 166,000	$ 16,299,000	$ 16,299,000	$ —
	TOTAL 1985 (a)	$ 16,153,000	$ —	$ —	$ —	$ 16,153,000	$ 16,153,000	$ —
	Department Total 1986	$ 49,781,151(b)	$ —	$ 6,433,000	$ 196,226(c)	$ 56,410,377	$ 53,980,214	$ 2,430,163
	Department Total 1985 (a)	$ 39,940,631	$ —	$ 4,066,000	$ —	$ 44,006,631	$ 43,662,957	$ 343,674

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from Executive Council ($42,342,000), Economic Development ($6,931,790) and Utilities and Telecommunications ($507,361) under authority of the Public Service Administrative Transfers Act.

(c) Transferred from the salary contingency fund.

Statement No. 23.3

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Development of Science and Technology							
1.0.1	Minister's office	$ 337,700					$ 303,425	
1.0.2	Deputy minister's office	26,100					26,364	
1.0.3	Technology commercialization	1,028,990					1,503,638	
1.0.4	Communication policy	507,361					391,687	
		1,900,151	$ —	$ 363,000	$ 30,226	$ 2,293,377	2,225,114	$ 68,263
2	Financing of High Technology Projects							
2.0.1	Alberta Laser Institute	—					500,000	
2.0.2	Telecommunications centre	526,000					—	
2.0.3	Microchip design and fabrication facilities	2,064,000					493,100	
2.0.4	Alberta Microelectronic Centre	—					5,320,000	
2.0.5	Computer technology	2,823,000					2,808,000	
2.0.6	Light rail vehicle electronics	—					—	
2.0.7	Centre for frontier engineering research	376,000					376,000	
2.0.8	Metals and minerals	—					—	
2.0.9	Global positioning system	—					600,000	
		5,789,000	—	6,670,000	—	12,459,000	10,097,100	2,361,900
	Less: capitalized as a voted non-budgetary disbursement	(250,000)	—	(600,000)	—	(850,000)	(850,000)	—
		5,539,000	—	6,070,000	—	11,609,000	9,247,100	2,361,900
3	Natural Sciences and Engineering Research							
3.0.1	Alberta Research Council	23,669,000					23,669,000	
3.0.2	Electronics test centre	2,364,000					2,364,000	
3.0.3	Office of science and technology	176,000					176,000	
		26,209,000	—	—	—	26,209,000	26,209,000	—
4	Multi Media Education Services							
4.1	Program Support							
4.1.1	Program support	3,592,000					3,624,000	
4.2	Development and Production							
4.2.1	Development and production	7,101,500					7,182,500	
4.3	Media Utilization							
4.3.1	Media utilization	5,439,500					5,492,500	
		16,133,000	—	—	166,000	16,299,000	16,299,000	—
	Department Total	$ 49,781,151(a)	$ —	$ 6,433,000	$ 196,226(b)	$ 56,410,377	$ 53,980,214	$ 2,430,163

(a) Transferred from Executive Council ($42,342,000), Economic Development ($6,931,790) and Utilities and Telecommunications ($507,361) under authority of the Public Service Administrative Transfers Act.

(b) Transferred from the salary contingency fund.

Statement No. 23.4

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Other Revenue:		
Refunds of expenditure	$ 89	$ —
Total revenue	$ 89	$ —

SECTION 24

1985-86
PUBLIC ACCOUNTS

TOURISM

Departmental Support Services
Development of Tourism

The Ministry is responsible for the design and management of programs to achieve tourism development.

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Statement No. 24.1

TOURISM
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services	$ 1,262,370	$ —	$ —	$ 28,806	$ 1,291,176	$ 1,238,452	$ 52,724
2	Development of Tourism							
2.2	Tourism	14,491,605	—	1,533,000	111,758	16,136,363	13,698,545	2,437,818
	TOTAL 1986	$ 15,753,975(b)	$ —	$ 1,533,000	$ 140,564(c)	$ 17,427,539	$ 14,936,997	$ 2,490,542
	TOTAL 1985 (a)	$ 10,445,969	$ —	$ 112,000	$ —	$ 10,557,969	$ 10,037,976	$ 519,993

(a) The 1985 figures have been restated to conform to the 1986 presentation.

(b) Transferred from Tourism and Small Business under authority of the Public Service Administrative Transfers Act.

(c) Transferred from the salary contingency fund.

Statement No. 24.2

TOURISM
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 995,090	$ —	$ —	$ 27,806	$ 1,022,896	$ 977,429	$ 45,467
	Supplies and services	218,180	—	—	—	218,180	213,177	5,003
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	8,300	—	—	—	8,300	6,810	1,490
	Other	40,800	—	—	1,000	41,800	41,036	764
	TOTAL 1986	$ 1,262,370	$ —	$ —	$ 28,806	$ 1,291,176	$ 1,238,452	$ 52,724
	TOTAL 1985 (a)	$ 1,272,159	$ —	$ —	$ —	$ 1,272,159	$ 1,206,226	$ 65,933
2	Development of Tourism							
	Salaries, wages and employee benefits	$ 3,427,660	$ —	$ 143,000	$ 136,758	$ 3,707,418	$ 3,472,812	$ 234,606
	Supplies and services	10,095,785	—	174,000	(77,740)	10,192,045	9,190,279	1,001,766
	Grants	921,000	—	1,185,000	—	2,106,000	919,176	1,186,824
	Purchase of fixed assets	47,160	—	31,000	52,740	130,900	116,278	14,622
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 14,491,605	$ —	$ 1,533,000	$ 111,758	$ 16,136,363	$ 13,698,545	$ 2,437,818
	TOTAL 1985 (a)	$ 9,173,810	$ —	$ 112,000	$ —	$ 9,285,810	$ 8,831,750	$ 454,060
	Department Total 1986	$ 15,753,975(b)	$ —	$ 1,533,000	$ 140,564(c)	$ 17,427,539	$ 14,936,997	$ 2,490,542
	Department Total 1985 (a)	$ 10,445,969	$ —	$ 112,000	$ —	$ 10,557,969	$ 10,037,976	$ 519,993

(a) The 1985 figures have been restated to conform to the 1986 presentation

(b) Transferred from Tourism and Small Business under authority of the Public Service Administrative Transfers Act

(c) Transferred from the salary contingency fund.

Statement No. 24.3

TOURISM
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
1	Departmental Support Services							
1.0.1	Minister's office	$ 194,850					$ 191,817	
1.0.2	Deputy minister's office	215,460					202,198	
1.0.3	Department administration	169,235					181,300	
1.0.4	Financial services	250,910					250,830	
1.0.5	Personnel and staff development	149,920					164,755	
1.0.6	Library	58,390					61,385	
1.0.7	Communications	110,695					69,612	
1.0.8	Systems and computing	112,910					116,555	
		1,262,370	$ —	$ —	$ 28,806	$ 1,291,176	1,238,452	$ 52,724
2	Development of Tourism							
2.2	Tourism							
2.2.1	Administrative support	198,000					234,045	
2.2.2	Development	3,058,985					2,562,812	
2.2.3	Marketing	11,234,620					10,637,915	
2.2.4	Joint federal-provincial projects	—					263,773	
		14,491,605	—	1,533,000	111,758	16,136,363	13,698,545	2,437,818
	Department Total	$ 15,753,975(a)	$ —	$ 1,533,000	$ 140,564(b)	$ 17,427,539	$ 14,936,997	$ 2,490,542

(a) Transferred from Tourism and Small Business under authority of the Public Service Administrative Transfers Act.

(b) Transferred from the salary contingency fund.

Statement No. 24.4

TOURISM
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Other Revenue:		
Refunds of expenditure	$ 5,662	$31,947
Miscellaneous	142	19,626
Total revenue	$ 5,804	$51,573

SECTION 25

1985-86
PUBLIC ACCOUNTS

TRANSPORTATION

- Departmental Support Services
- Construction and Maintenance of Highways
- Construction and Operation of Rail Systems
- Construction and Maintenance of Airport Facilities
- Specialized Transportation Services
- Urban Transportation Financial Assistance
- Transportation Revolving Fund

Under various Acts, the Ministry is responsible for the development, construction and maintenance of an integrated transportation system in Alberta to facilitate the safe and efficient movement of people and products and the economic development of the Province, thereby promoting prosperity and enhancing the quality of community living.

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Statement No. 25.1

TRANSPORTATION
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS:							
1	Departmental Support Services							
1.1	Executive Services	$ 1,484,978	$ —	$ —	$ 39,410	$ 1,524,388	$ 1,369,892	$ 154,496
1.2	Administrative Services	14,564,340	—	—	190,418	14,754,758	14,062,117	692,641
		16,049,318	—	—	229,828	16,279,146	15,432,009	847,137
2	Construction and Maintenance of Highways							
2.1	Program Support	36,254,021	—	—	(301,945)	35,952,076	35,953,689	(1,613)
2.2	Improvement of Primary Highway Systems	256,116,000	—	—	1,157,999	257,273,999	258,348,726	(1,074,727)
2.3	Improvement of Rural-Local Highways	146,347,700	—	—	11,275,293	157,622,993	158,225,182	(602,189)
2.4	Financial Assistance for Rural-Local Highways	39,738,600	—	1,793,728	2,335,207	43,867,535	43,859,649	7,886
2.5	Maintenance of Primary Highway Systems	70,486,882	—	—	(228,292)	70,258,590	70,053,806	204,784
2.6	Maintenance of Rural-Local Highways	18,913,794	—	—	(545,977)	18,367,817	18,358,369	9,448
2.7	Apprenticeship Training	3,231,661	—	—	(458,454)	2,773,207	2,772,201	1,006
2.8	Rural Resource Roads	46,000,000	—	—	51,581	46,051,581	46,035,020	16,561
2.9	Pavement Rehabilitation	55,969,000	—	—	(9,627,811)	46,341,189	46,326,207	14,982
		673,057,658	—	1,793,728	3,657,601	678,508,987	679,932,849	(1,423,862)
3	Construction and Operation of Rail Systems	9,645,000	—	—	—	9,645,000	9,645,000	—
4	Construction and Maintenance of Airport Facilities							
4.1	Construction of Airports	7,000,000	—	600,000	90,000	7,690,000	7,617,068	72,932
4.2	Maintenance and Operation of Airports	2,422,650	—	—	(62,455)	2,360,195	2,384,697	(24,502)
		9,422,650	—	600,000	27,545	10,050,195	10,001,765	48,430
5	Specialized Transportation Services							
5.1	Transportation Planning	6,205,663	—	—	146,963	6,352,626	5,887,702	464,924
5.2	Highway System User Services	9,438,857	—	—	211,829	9,650,686	9,242,007	408,679
		15,644,520	—	—	358,792	16,003,312	15,129,709	873,603
6	Urban Transportation Financial Assistance							
6.1	Program Support	749,905	—	—	18,092	767,997	542,281	225,716
6.2	Financial Assistance - Capital	137,000,000	—	—	(45,551)	136,954,449	127,250,767	9,703,682
6.3	Financial Assistance - Operating	21,650,000	—	—	45,551	21,695,551	21,662,151	33,400
		159,399,905	—	—	18,092	159,417,997	149,455,199	9,962,798
		883,219,051	—	2,393,728	4,291,858	889,904,637	879,596,531	10,308,106
	STATUTORY APPROPRIATIONS:							
	Transportation Revolving Fund	(5,491,000)	—	—	—	(5,491,000)	31,151,176	(36,642,176)
	TOTAL 1986	$ 877,728,051	$ —	$ 2,393,728	$ 4,291,858(a)	$ 884,413,637	$ 910,747,707	$ (26,334,070)
	TOTAL 1985	$ 837,411,202	$ —	$ 2,300,000	$ —	$ 839,711,202	$ 801,193,478	$ 38,517,724

(a) Transferred from the salary contingency fund.

Statement No. 25.2

TRANSPORTATION
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS:							
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 7,367,284	$ —	$ —	$ 229,828	$ 7,597,112	$ 7,213,977	$ 383,135
	Supplies and services	6,712,659	—	—	(15,300)	6,697,359	6,239,100	458,259
	Grants	40,200	—	—	—	40,200	35,000	5,200
	Purchase of fixed assets	1,888,375	—	—	15,000	1,903,375	1,902,896	479
	Other	40,800	—	—	300	41,100	41,036	64
	TOTAL 1986	$ 16,049,318	$ —	$ —	$ 229,828	$ 16,279,146	$ 15,432,009	$ 847,137
	TOTAL 1985	$ 14,435,565	$ —	$ —	$ —	$ 14,435,565	$ 14,081,258	$ 354,307
2	Construction and Maintenance of Highways							
	Salaries, wages and employee benefits	$ 102,837,539	$ —	$ —	$ 5,930,601	$ 108,768,140	$ 108,668,878	$ 99,262
	Supplies and services	517,025,101	—	—	4,628,000	521,653,101	523,321,548	(1,668,447)
	Grants	39,988,960	—	1,793,728	(380,000)	41,402,688	41,265,896	136,792
	Purchase of fixed assets	13,206,058	—	—	(6,521,000)	6,685,058	6,676,527	8,531
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 673,057,658	$ —	$ 1,793,728	$ 3,657,601	$ 678,508,987	$ 679,932,849	$ (1,423,862)
	TOTAL 1985 (a)	$ 633,438,737	$ —	$ 2,300,000	$ —	$ 635,738,737	$ 601,792,790	$ 33,945,947
3	Construction and Operation of Rail Systems							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	9,645,000	—	—	—	9,645,000	9,645,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 9,645,000	$ —	$ —	$ —	$ 9,645,000	$ 9,645,000	$ —
	TOTAL 1985	$ 9,645,000	$ —	$ —	$ —	$ 9,645,000	$ 9,645,000	$ —
4	Construction and Maintenance of Airport Facilities							
	Salaries, wages and employee benefits	$ 1,917,065	$ —	$ —	$ (179,455)	$ 1,737,610	$ 1,735,562	$ 2,048
	Supplies and services	5,033,085	—	600,000	185,000	5,818,085	5,773,294	44,791
	Grants	412,500	—	—	(50,000)	362,500	362,500	—
	Purchase of fixed assets	2,060,000	—	—	72,000	2,132,000	2,130,409	1,591
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 9,422,650	$ —	$ 600,000	$ 27,545	$ 10,050,195	$ 10,001,765	$ 48,430
	TOTAL 1985	$ 11,860,164	$ —	$ —	$ —	$ 11,860,164	$ 10,781,913	$ 1,078,251
5	Specialized Transportation Services							
	Salaries, wages and employee benefits	$ 11,745,999	$ —	$ —	$ 358,792	$ 12,104,791	$ 11,748,325	$ 356,466
	Supplies and services	3,636,671	—	—	(63,000)	3,573,671	3,157,172	416,499
	Grants	140,050	—	—	—	140,050	140,050	—
	Purchase of fixed assets	121,800	—	—	63,000	184,800	84,162	100,638
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 15,644,520	$ —	$ —	$ 358,792	$ 16,003,312	$ 15,129,709	$ 873,603
	TOTAL 1985 (a)	$ 15,804,982	$ —	$ —	$ —	$ 15,804,982	$ 10,578,088	$ 5,226,894

Statement No. 25.2 (cont'd)

TRANSPORTATION
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Urban Transportation Financial Assistance							
	Salaries, wages and employee benefits	$ 516,835	$ —	$ —	$ 18,092	$ 534,927	$ 475,685	$ 59,242
	Supplies and services	527,070	—	—	—	527,070	107,093	419,977
	Grants	158,350,000	—	—	—	158,350,000	148,872,421	9,477,579
	Purchase of fixed assets	6,000	—	—	—	6,000	—	6,000
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 159,399,905	$ —	$ —	$ 18,092	$ 159,417,997	$ 149,455,199	$ 9,962,798
	TOTAL 1985 (a)	$ 157,062,754	$ —	$ —	$ —	$ 157,062,754	$ 153,059,678	$ 4,003,076
	Total Voted 1986	$ 883,219,051	$ —	$ 2,393,728	$ 4,291,858	$ 889,904,637	$ 879,596,531	$ 10,308,106
	Total Voted 1985	$ 842,247,202	$ —	$ 2,300,000	$ —	$ 844,547,202	$ 799,938,727	$ 44,608,475
	STATUTORY APPROPRIATIONS:							
	Transportation Revolving Fund							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	24,004,463	(24,004,463)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	(263,000)	—	—	—	(263,000)	8,573,262	(8,836,262)
	Other	(5,228,000)	—	—	—	(5,228,000)	(1,426,549)	(3,801,451)
	Total Statutory 1986	$ (5,491,000)	$ —	$ —	$ —	$ (5,491,000)	$ 31,151,176	$ (36,642,176)
	Total Statutory 1985	$ (4,836,000)	$ --	$ —	$ —	$ (4,836,000)	$ 1,254,751	$ (6,090,751)
	Department Total 1986	$ 877,728,051	$ —	$ 2,393,728	$ 4,291,858(b)	$ 884,413,637	$ 910,747,707	$ (26,334,070)
	Department Total 1985	$ 837,411,202	$ —	$ 2,300,000	$ —	$ 839,711,202	$ 801,193,478	$ 38,517,724

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from the salary contingency fund.

Statement No. 25.3

TRANSPORTATION
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS:							
1	Departmental Support Services							
1.1	Executive Services							
1.1.1	Minister's office	$ 175,857					$ 166,249	
1.1.2	Deputy minister	348,350					317,779	
1.1.3	Assistant deputy minister - engineering	221,745					206,530	
1.1.4	Assistant deputy minister - regional transportation	296,708					283,389	
1.1.5	Assistant deputy minister - administration	115,503					105,774	
1.1.6	Assistant deputy minister - urban transportation and planning	125,127					109,497	
1.1.7	Legal services	53,992					47,202	
1.1.8	Special projects	147,696					133,471	
1.2	Administrative Services							
1.2.1	Computer services	8,040,214					8,065,805	
1.2.2	Equipment and supply administration	1,617,094					1,488,068	
· 1.2.3	Finance and administrative services	3,172,526					2,907,940	
1.2.4	Personnel and management services	1,219,161					1,085,915	
1.2.5	Public communications	249,387					264,070	
1.2.6	Purchasing administration	265,958					250,320	
		16,049,318	$ —	$ —	$ 229,828	$ 16,279,146	15,432,009	$ 847,137
2	Construction and Maintenance of Highways							
2.1	Program Support							
2.1.1	Regional administration	13,206,744					13,524,180	
2.1.2	Construction management	1,818,467					1,809,119	
2.1.3	Design engineering	3,815,994					3,977,885	
2.1.4	Contracts engineering	1,401,160					1,484,630	
2.1.5	Materials engineering	8,330,449					8,109,338	
2.1.6	Bridge engineering	4,414,962					3,973,249	
2.1.7	Property services	2,348,122					2,085,409	
2.1.8	Applied research	918,123					989,879	
2.2	Improvement of Primary Highway Systems							
2.2.1	Construction of primary highways	200,781,000					206,423,456	
2.2.2	Construction of bridges	17,600,000					17,093,578	
2.2.3	Construction of campsites and rest areas	1,300,000					998,790	
2.2.4	Construction of approach roads	2,050,000					2,419,782	
2.2.5	Construction of roads to provincial parks	2,585,000					2,002,780	
2.2.6	Construction of vehicle inspection stations	300,000					379,704	
2.2.7	Highway 40 project	31,500,000					29,030,635	
2.3	Improvement of Rural-Local Highways							
2.3.1	Construction of secondary roads	93,639,000					100,531,393	
2.3.2	Construction of forestry roads	4,000,000					3,807,476	
2.3.3	Construction of bridges	14,208,700					13,388,145	
2.3.4	Special projects	3,349,000					4,317,710	
2.3.5	I.D. road reconstruction	30,000,000					35,043,759	
2.3.6	Irrigation bridges	1,151,000					1,136,698	

Statement No. 25.3 (cont'd)

TRANSPORTATION
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
2.4	Financial Assistance for Rural-Local Highways							
2.4.1	Engineering support	$ 723,000					$ 756,918	
2.4.2	Grants to counties and municipal districts	27,487,600					29,695,640	
2.4.3	Grants to special areas	1,528,000					1,528,000	
2.4.4	Grants to towns and villages	10,000,000					11,879,091	
2.5	Maintenance of Primary Highway Systems							
2.5.1	Maintenance of primary highways	67,506,882					67,149,855	
2.5.2	Maintenance of bridges on primary highways	2,980,000					2,903,951	
2.6	Maintenance of Rural-Local Highways							
2.6.1	Maintenance of I.D. roads	14,768,166					14,640,635	
2.6.2	Maintenance of rural-local bridges	2,977,731					2,597,815	
2.6.3	Maintenance and operation of ferries	1,167,897					1,119,919	
2.7	Apprenticeship Training							
2.7.1	Apprenticeship development	3,231,661					2,772,201	
2.8	Rural Resource Roads							
2.8.1	Rural resource roads	46,000,000					46,035,020	
2.9	Pavement Rehabilitation							
2.9.1	Resurfacing and rehabilitation	55,969,000					46,326,209	
		673,057,658	$ —	$ 1,793,728	$ 3,657,601	$ 678,508,987	679,932,849	$ (1,423,862)
3	Construction and Operation of Rail Systems							
3.0.1	Alberta Resources Railway	9,645,000	—	—	—	9,645,000	9,645,000	—
4	Construction and Maintenance of Airport Facilities							
4.1	Construction of Airports							
4.1.1	Provincial airports	4,135,000					4,432,097	
4.1.2	Community airports	2,865,000					3,184,972	
4.2	Maintenance and Operation of Airports							
4.2.1	Provincial air facilities	2,422,650					2,384,696	
		9,422,650	—	600,000	27,545	10,050,195	10,001,765	48,430
5	Specialized Transportation Services							
5.1	Transportation Planning							
5.1.1	Systems planning	1,927,166					1,678,082	
5.1.2	Operational planning	4,082,786					4,015,020	
5.1.3	Library services	195,711					194,600	
5.2	Highway System User Services							
5.2.1	Traffic safety branch	3,202,593					3,128,764	
5.2.2	Motor Transport Board	714,987					690,422	
5.2.3	Motor transport branch	5,521,277					5,422,821	
		15,644,520	—	—	358,792	16,003,312	15,129,709	873,603

Statement No. 25.3 (cont'd)

TRANSPORTATION STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Urban Transportation Financial Assistance							
6.1	Program Support							
6.1.1	Administration	$ 749,905					$ 542,281	
6.2	Financial Assistance - Capital							
6.2.1	Grants - basic capital assistance	111,000,000					101,250,767	
6.2.2	Grants - major continuous corridors and primary highway connectors	26,000,000					26,000,000	
6.3	Financial Assistance - Operating							
6.3.1	Grants - transit operating assistance	18,550,000					18,595,551	
6.3.2	Grants - primary highway maintenance assistance	3,100,000					3,066,600	
		159,399,905	$ —	$ —	$ 18,092	$ 159,417,997	149,455,199	$ 9,962,798
		883,219,051	—	2,393,728	4,291,858	889,904,637	879,596,531	10,308,106
	STATUTORY APPROPRIATIONS:							
	Transportation Revolving Fund	(5,491,000)	—	—	—	(5,491,000)	31,151,176	(36,642,176)
	Department Total	$ 877,728,051	$ —	$ 2,393,728	$ 4,291,858(a)	$ 884,413,637	$ 910,747,707	$ (26,334,070)

(a) Transferred from the salary contingency fund.

Statement No. 25.4

TRANSPORTATION
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Payments from Government of Canada:		
Railway grade crossings	$ —	$ (1,270)
Other	252,778	232,070
	252,778	230,800
Fees, Permits and Licences:		
Motor Transport Branch	6,343,305	5,553,035
Airport revenue	242,704	168,252
Other	46,584	68,157
	6,632,593	5,789,444
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	1,141,476	1,725,190
Other	247,453	183,834
Sales of assets:		
Land	69,142	4,932
Other	7,840	13,281
Miscellaneous:		
Rentals	586,626	590,489
Other	456,522	271,900
	2,509,059	2,789,626
Total revenue	$9,394,430	$8,809,870

SECTION 26

1985-86
PUBLIC ACCOUNTS

TREASURY

- Departmental Support Services
- Statistical Services
- Revenue Collection and Rebates
- Financial Management, Planning and Central Services
- Financial Support - Canadian Commercial Bank
- Salary Contingency
- Revolving Funds and other Statutory Appropriations

The Ministry is responsible for the collection, management, control and reporting of revenue and expenditure; borrowing, investments, cash management, financial and budgetary procedures of the Crown, including the Alberta Heritage Savings Trust Fund; fiscal and economic analyses; development of revenue policies and administration of revenue, particularly corporate taxation and tax incentives; provision of statistical information; payment and administration of Government pension plans and the risk management and insurance program.

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26.2	Expenditure by Program and Object	26.3
26.3	Expenditure by Element	26.5
26.4	Revenue	26.6

Statement No. 26.1

TREASURY
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS:							
1	Departmental Support Services	$ 3,119,700	$ —	$ —	$ 65,041	$ 3,184,741	$ 2,781,480	$ 403,261
2	Statistical Services	2,400,900	—	—	58,098	2,458,998	2,354,877	104,121
3	Revenue Collection and Rebates	89,697,100	—	55,000,000	278,864	144,975,964	134,230,568	10,745,396
4	Financial Management, Planning and Central Services							
4.1	Financial Management and Planning	32,706,700	—	—	358,580	33,065,280	31,122,674	1,942,606
4.2	Employee Insurance and Compensation	4,423,000	—	1,100,000	200,000	5,723,000	5,708,035	14,965
		37,129,700	—	1,100,000	558,580	38,788,280	36,830,709	1,957,571
5	Financial Support - Canadian Commercial Bank	—	—	78,000,000	—	78,000,000	78,000,000	—
	Less: capitalized as a voted non-budgetary disbursement	—	—	(78,000,000)	—	(78,000,000)	(78,000,000)	—
		—	—	—	—	—	—	—
6	Salary Contingency	—	—	45,000,000	(32,632,488)	12,367,512	—	12,367,512
		132,347,400	—	101,100,000	(31,671,905)	201,775,495	176,197,634	25,577,861
	STATUTORY APPROPRIATIONS:							
	Treasury Revolving Fund	8,800	—	—	—	8,800	4,980	3,820
	Land Purchase Fund	48,600,000	—	—	—	48,600,000	8,234,400	40,365,600
	Blind Workers' Compensation Act	3,000	—	—	—	3,000	—	3,000
	Debt Servicing Costs	83,000,000	—	—	—	83,000,000	35,782,033	47,217,967
	Corporate Tax Interest Refunds	5,000,000	—	—	—	5,000,000	3,887,584	1,112,416
		136,611,800	—	—	—	136,611,800	47,908,997	88,702,803
	TOTAL 1986	$ 268,959,200	$ —	$ 101,100,000	$ (31,671,905)	$ 338,387,295	$ 224,106,631	$ 114,280,664
	TOTAL 1985 (a)	$ 358,459,100	$ —	$ —	$ —	$ 358,459,100	$ 255,776,622	$ 102,682,478

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

Statement No. 26.2

TREASURY
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
	VOTED APPROPRIATIONS:							
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 2,285,500	$ —	$ —	$ 64,741	$ 2,350,241	$ 2,212,109	$ 138,132
	Supplies and services	739,700	—	—	—	739,700	490,087	249,613
	Grants	27,000	—	—	—	27,000	17,190	9,810
	Purchase of fixed assets	26,700	—	—	—	26,700	21,058	5,642
	Other	40,800	—	—	300	41,100	41,036	64
	TOTAL 1986	$ 3,119,700	$ —	$ —	$ 65,041	$ 3,184,741	$ 2,781,480	$ 403,261
	TOTAL 1985 (a)	$ 3,170,600	$ —	$ —	$ —	$ 3,170,600	$ 2,672,830	$ 497,770
2	Statistical Services							
	Salaries, wages and employee benefits	$ 1,711,200	$ —	$ —	$ 58,098	$ 1,769,298	$ 1,743,517	$ 25,781
	Supplies and services	670,900	—	—	—	670,900	593,720	77,180
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	18,800	—	—	—	18,800	17,640	1,160
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 2,400,900	$ —	$ —	$ 58,098	$ 2,458,998	$ 2,354,877	$ 104,121
	TOTAL 1985	$ 2,393,900	$ —	$ —	$ —	$ 2,393,900	$ 2,291,171	$ 102,729
3	Revenue Collection and Rebates							
	Salaries, wages and employee benefits	$ 9,010,400	$ —	$ —	$ 278,864	$ 9,289,264	$ 8,878,002	$ 411,262
	Supplies and services	7,432,600	—	—	(175,000)	7,257,600	6,636,023	621,577
	Grants	73,001,000	—	55,000,000	—	128,001,000	118,351,551	9,649,449
	Purchase of fixed assets	208,100	—	—	175,000	383,100	338,701	44,399
	Other	45,000	—	—	—	45,000	26,291	18,709
	TOTAL 1986	$ 89,697,100	$ —	$ 55,000,000	$ 278,864	$ 144,975,964	$ 134,230,568	$ 10,745,396
	TOTAL 1985 (a)	$ 90,426,300	$ —	$ —	$ —	$ 90,426,300	$ 75,077,917	$ 15,348,383
4	Financial Management, Planning and Central Services							
	Salaries, wages and employee benefits	$ 17,061,400	$ —	$ —	$ 558,580	$ 17,619,980	$ 17,005,026	$ 614,954
	Supplies and services	19,318,000	—	1,100,000	(77,000)	20,341,000	19,195,791	1,145,209
	Grants	30,000	—	—	—	30,000	—	30,000
	Purchase of fixed assets	427,800	—	—	77,000	504,800	444,084	60,716
	Other	292,500	—	—	—	292,500	185,808	106,692
	TOTAL 1986	$ 37,129,700	$ —	$ 1,100,000	$ 558,580	$ 38,788,280	$ 36,830,709	$ 1,957,571
	TOTAL 1985 (a)	$ 36,640,600	$ —	$ —	$ —	$ 36,640,600	$ 32,483,913	$ 4,156,687
5	Financial Support - Canadian Commercial Bank							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	78,000,000	—	78,000,000	78,000,000	—
		—	—	78,000,000	—	78,000,000	78,000,000	—
	Less: capitalized as a voted non-budgetary disbursement	—	—	(78,000,000)	—	(78,000,000)	(78,000,000)	—
	TOTAL 1986	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	TOTAL 1985	$ —	$ —	$ —	$ —	$ —	$ —	$ —

Statement No. 26.2 (cont'd)

TREASURY
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
6	Salary Contingency							
	Salaries, wages and employee benefits	$ —	$ —	$ 45,000,000	$ (32,632,488)	$ 12,367,512	$ —	$ 12,367,512
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ —	$ —	$ 45,000,000	$ (32,632,488)	$ 12,367,512	$ —	$ 12,367,512
	TOTAL 1985	$ 1,000,000	$ —	$ —	$ —	$ 1,000,000	$ —	$ 1,000,000
	Total Voted 1986	$ 132,347,400	$ —	$ 101,100,000	$ (31,671,905)	$ 201,775,495	$ 176,197,634	$ 25,577,861
	Total Voted 1985	$ 133,631,400	$ —	$ —	$ —	$ 133,631,400	$ 112,525,831	$ 21,105,569
	STATUTORY APPROPRIATIONS:							
	Revolving Funds and other Statutory Appropriations							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	48,608,800	—	—	—	48,608,800	9,720,609	38,888,191
	Other	88,003,000	—	—	—	88,003,000	38,188,388	49,814,612
	Total Statutory 1986	$ 136,611,800	$ —	$ —	$ —	$ 136,611,800	$ 47,908,997	$ 88,702,803
	Total Statutory 1985 (a)	$ 224,827,700	$ —	$ —	$ —	$ 224,827,700	$ 143,250,791	$ 81,576,909
	Department Total 1986	$ 268,959,200	$ —	$ 101,100,000	$ (31,671,905)	$ 338,387,295	$ 224,106,631	$ 114,280,664
	Department Total 1985 (a)	$ 358,459,100	$ —	$ —	$ —	$ 358,459,100	$ 255,776,622	$ 102,682,478

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

Statement No. 26.3

TREASURY
STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
	VOTED APPROPRIATIONS:							
1	Departmental Support Services							
1.0.1	Provincial Treasurer's office	$ 225,800					$ 198,223	
1.0.2	Deputy Provincial Treasurers' office	973,600					791,379	
1.0.3	Administrative support	1,920,300					1,791,878	
		3,119,700	$ —	$ —	$ 65,041	$ 3,184,741	2,781,480	$ 403,261
2	Statistical Services							
2.0.1	Statistical production	1,016,400					988,856	
2.0.2	Information services	1,155,300					1,138,802	
2.0.3	Administrative support	229,200					227,219	
		2,400,900	—	—	58,098	2,458,998	2,354,877	104,121
3	Revenue Collection and Rebates							
3.0.1	Revenue administration	3,191,800					3,645,899	
3.0.2	Rebates	73,836,000					118,948,163	
3.0.3	Corporate tax administration	12,669,300					11,636,506	
		89,697,100	—	55,000,000	278,864	144,975,964	134,230,568	10,745,396
4	Financial Management, Planning and Central Services							
4.1	Financial Management and Planning							
4.1.1	Office of the Controller	19,664,000					18,668,534	
4.1.2	Budget and fiscal policy	2,718,500					2,733,897	
4.1.3	Finance	6,483,800					5,267,230	
4.1.4	Government risk management and insurance	3,840,400					4,453,013	
4.2	Employee Insurance and Compensation							
4.2.1	Workers' compensation - government employees	4,400,000					5,691,226	
4.2.2	Retirement annuities and gratuities	23,000					16,809	
		37,129,700	—	1,100,000	558,580	38,788,280	36,830,709	1,957,571
5	Financial Support - Canadian Commercial Bank	—	—	78,000,000	—	78,000,000	78,000,000	—
	Less: capitalized as a voted non-budgetary disbursement	—	—	(78,000,000)	—	(78,000,000)	(78,000,000)	—
		—	—	—	—	—	—	—
6	Salary Contingency	—	—	45,000,000	(32,632,488)	12,367,512	—	12,367,512
		132,347,400	—	101,100,000	(31,671,905)	201,775,495	176,197,634	25,577,861
	STATUTORY APPROPRIATIONS:							
	Treasury Revolving Fund	8,800					4,980	
	Land Purchase Fund	48,600,000					8,234,400	
	Blind Workers' Compensation Act	3,000					—	
	Debt Servicing Costs	83,000,000					35,782,033	
	Corporate Tax Interest Refunds	5,000,000					3,887,584	
		136,611,800	—	—	—	136,611,800	47,908,997	88,702,803
	Department Total	$ 268,959,200	$ —	$ 101,100,000	$ (31,671,905)	$ 338,387,295	$ 224,106,631	$ 114,280,664

Statement No. 26.4

TREASURY
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Taxes:		
Personal income tax	$1,613,223,231	$1,546,006,364
Personal tax credits, including administration fees	(91,995,521)	(89,353,897)
Corporate income tax	788,723,440	828,045,721
Corporate small business deductions	(57,917,376)	(50,873,733)
Other corporate tax credits and rebates, including administration fees	(19,643,712)	(15,073,253)
Tobacco tax	100,050,125	100,168,541
Insurance Corporation Tax Act	35,487,083	31,412,908
Pari-mutuel tax	9,208,726	9,446,965
Gasoline and fuel oil tax	5,709,859	6,045,112
Other	—	1,113
	2,382,845,855	2,365,825,841
Non-Renewable Resource Revenue:		
Royalty tax credit	(410,778,906)	(395,867,947)
Payments from Government of Canada:		
Unconditional subsidy	3,646,455	3,644,495
Other	2,447,176	2,924,947
	6,093,631	6,569,442
Fees, Permits and Licences	77,461	153,881
Trading Profits:		
Alberta Liquor Control Board	314,500,000	300,000,000
Revolving funds	4,555,384	1,426,601
	319,055,384	301,426,601
Other Revenue:		
Investment income:		
Marketable securities	53,118,707	59,478,016
Bank and Consolidated Cash Investment Trust Fund deposits	27,431,989	32,645,317
Sinking fund investments	16,220,796	14,516,774
Term deposits	11,747,949	7,800,324
Gain or loss on sale of investments	(4,950,288)	3,459,110
Seniors home improvement program	4,094,523	6,512,879
Other loans and advances	4,553,745	5,896,010
General trust investments	3,256,578	3,890,421
Municipal Land Loans Act loans	1,534,404	1,639,884
Alberta Resources Railway Corporation	960,355	1,142,949
Land Purchase Fund	730,229	700,138
Refunds of expenditure:		
Third party liability	1,232,537	222,924
Previous years' refunds	567,372	422,052
Other	136,964	226,261
Sales of assets	—	913
Miscellaneous:		
Alberta Heritage Savings Trust Fund administration fees	1,647,000	1,700,000
Outstanding cheques	866,628	530,869
Other	234,883	235,825
	123,384,371	141,020,666
Total general revenue	2,420,677,796	2,419,128,484
Heritage Fund investment income	1,666,861,393	1,575,284,994
Total revenue	$4,087,539,189	$3,994,413,478

SECTION 27

1985-86
PUBLIC ACCOUNTS

UTILITIES

- Departmental Support Services
- Gas Utility Development
- Natural Gas Price Protection for Albertans
- Electric Utility Development
- Financial Assistance for Water and Sewer Projects
- Electric Energy Marketing
- Gas Alberta Operating Fund

The Ministry assists in the provision of certain essential utilities which affect the daily lives of Albertans. These services relate primarily to electricity and natural gas.

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Statement No. 27.1

UTILITIES
STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

		Funds Provided						
Vote and Ref. No.	Program Sub-Program	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS:							
1	Departmental Support Services	$ 2,168,124	$ —	$ —	$ 42,920	$ 2,211,044	$ 2,161,172	$ 49,872
2	Gas Utility Development							
2.1	Financial Assistance for Natural Gas Development	17,990,000	—	—	—	17,990,000	17,742,676	247,324
2.2	Engineering and Technical Support Services	2,363,111	—	—	25,676	2,388,787	2,141,182	247,605
2.3	Gas Alberta	1,764,846	—	—	19,846	1,784,692	1,598,590	186,102
2.4	Finance and Business Advisory Services	741,576	—	—	21,500	763,076	731,726	31,350
		22,859,533	—	—	67,022	22,926,555	22,214,174	712,381
3	Natural Gas Price Protection for Albertans	13,382,168	—	—	14,903	13,397,071	13,065,056	332,015
4	Electric Utility Development							
4.1	Electric Development Services	1,101,134	—	—	22,990	1,124,124	955,471	168,653
4.2	Financial Assistance for Electric Development	1,635,000	—	—	—	1,635,000	467,930	1,167,070
4.3	Hydroelectric Development	4,000,000	—	—	—	4,000,000	1,090,342	2,909,658
		6,736,134	—	—	22,990	6,759,124	2,513,743	4,245,381
	Less: capitalized as a voted non-budgetary disbursement	(100,000)	—	—	—	(100,000)	(100,000)	—
		6,636,134	—	—	22,990	6,659,124	2,413,743	4,245,381
6	Financial Assistance for Water and Sewer Projects	75,155,872	—	4,000,000	21,070	79,176,942	69,021,986	10,154,956
7	Electric Energy Marketing	52,567,963	—	—	—	52,567,963	49,860,724	2,707,239
		172,769,794	—	4,000,000	168,905	176,938,699	158,736,855	18,201,844
	STATUTORY APPROPRIATIONS:							
	Gas Alberta Operating Fund	—	—	—	—	—	(728,378)	728,378
	TOTAL 1986	$ 172,769,794(b)	$ —	$ 4,000,000	$ 168,905(c)	$ 176,938,699	$ 158,008,477	$ 18,930,222
	TOTAL 1985 (a)	$ 185,789,015	$ —	$ —	$ —	$ 185,789,015	$ 148,295,064	$ 37,493,951

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from Utilities and Telecommunications under authority of the Public Service Administrative Transfers Act.

(c) Transferred from the salary contingency fund.

Statement No. 27.2

UTILITIES
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS:							
1	Departmental Support Services							
	Salaries, wages and employee benefits	$ 1,346,238	$ —	$ —	$ 42,670	$ 1,388,908	$ 1,327,903	$ 61,005
	Supplies and services	759,074	—	—	(10,000)	749,074	762,623	(13,549)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	22,012	—	—	10,000	32,012	29,610	2,402
	Other	40,800	—	—	250	41,050	41,036	14
	TOTAL 1986	$ 2,168,124	$ —	$ —	$ 42,920	$ 2,211,044	$ 2,161,172	$ 49,872
	TOTAL 1985 (a)	$ 2,112,560	$ —	$ —	$ —	$ 2,112,560	$ 1,824,932	$ 287,628
2	Gas Utility Development							
	Salaries, wages and employee benefits	$ 2,204,408	$ —	$ —	$ 67,022	$ 2,271,430	$ 2,120,818	$ 150,612
	Supplies and services	2,246,625	—	—	—	2,246,625	1,933,082	313,543
	Grants	18,402,200	—	—	—	18,402,200	18,154,876	247,324
	Purchase of fixed assets	6,300	—	—	—	6,300	5,398	902
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 22,859,533	$ —	$ —	$ 67,022	$ 22,926,555	$ 22,214,174	$ 712,381
	TOTAL 1985 (a)	$ 29,592,672	$ —	$ —	$ —	$ 29,592,672	$ 19,086,726	$ 10,505,946
3	Natural Gas Price Protection for Albertans							
	Salaries, wages and employee benefits	$ 763,642	$ —	$ —	$ 14,903	$ 778,545	$ 617,449	$ 161,096
	Supplies and services	313,626	—	—	—	313,626	258,589	55,037
	Grants	12,300,000	—	—	—	12,300,000	12,185,272	114,728
	Purchase of fixed assets	4,900	—	—	—	4,900	3,746	1,154
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 13,382,168	$ —	$ —	$ 14,903	$ 13,397,071	$ 13,065,056	$ 332,015
	TOTAL 1985 (a)	$ 13,373,986	$ —	$ —	$ —	$ 13,373,986	$ 12,184,413	$ 1,189,573
4	Electric Utility Development							
	Salaries, wages and employee benefits	$ 946,359	$ —	$ —	$ 22,990	$ 969,349	$ 855,189	$ 114,160
	Supplies and services	4,223,575	—	—	—	4,223,575	1,194,405	3,029,170
	Grants	1,560,000	—	—	(100,000)	1,460,000	359,577	1,100,423
	Purchase of fixed assets	6,200	—	—	—	6,200	4,572	1,628
	Other	—	—	—	100,000	100,000	100,000	—
		6,736,134		—	22,990	6,759,124	2,513,743	4,245,381
	Less: capitalized as a voted non-budgetary disbursement	(100,000)	—	—	—	(100,000)	(100,000)	—
	TOTAL 1986	$ 6,636,134	$ —	$ —	$ 22,990	$ 6,659,124	$ 2,413,743	$ 4,245,381
	TOTAL 1985 (a)	$ 6,945,448	$ —	$ —	$ —	$ 6,945,448	$ 3,237,230	$ 3,708,218
6	Financial Assistance for Water and Sewer Projects							
	Salaries, wages and employee benefits	$ 622,122	$ —	$ —	$ 21,070	$ 643,192	$ 616,666	$ 26,526
	Supplies and services	25,269,750	—	135,000	—	25,404,750	20,223,841	5,180,909
	Grants	49,260,000	—	3,850,000	—	53,110,000	48,168,926	4,941,074
	Purchase of fixed assets	4,000	—	15,000	—	19,000	12,553	6,447
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 75,155,872	$ —	$ 4,000,000	$ 21,070	$ 79,176,942	$ 69,021,986	$ 10,154,956
	TOTAL 1985 (a)	$ 81,199,594	$ —	$ —	$ —	$ 81,199,594	$ 74,390,304	$ 6,809,290

UTILITIES
STATEMENT OF EXPENDITURE BY PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
7	Electric Energy Marketing							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	52,567,963	—	—	—	52,567,963	49,860,724	2,707,239
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1986	$ 52,567,963	$ —	$ —	$ —	$ 52,567,963	$ 49,860,724	$ 2,707,239
	TOTAL 1985	$ 52,564,755	$ —	$ —	$ —	$ 52,564,755	$ 37,303,258	$ 15,261,497
	Total Voted 1986	$ 172,769,794	$ —	$ 4,000,000	$ 168,905	$ 176,938,699	$ 158,736,855	$ 18,201,844
	Total Voted 1985 (a)	$ 185,789,015	$ —	$ —	$ —	$ 185,789,015	$ 148,026,863	$ 37,762,152
	STATUTORY APPROPRIATIONS:							
	Gas Alberta Operating Fund							
	Salaries, wages and employee benefits	$ —	$ —	$ —	$ —	$ —	$ —	$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	(728,378)	728,378
	Total Statutory 1986	$ —	$ —	$ —	$ —	$ —	$ (728,378)	$ 728,378
	Total Statutory 1985 (a)	$ —	$ —	$ —	$ —	$ —	$ 268,201	$ (268,201)
	Department Total 1986	$ 172,769,794(b)	$ —	$ 4,000,000	$ 168,905(c)	$ 176,938,699	$ 158,008,477	$ 18,930,222
	Department Total 1985 (a)	$ 185,789,015	$ —	$ —	$ —	$ 185,789,015	$ 148,295,064	$ 37,493,951

(a) The 1985 figures have been restated where necessary to conform to the 1986 presentation.

(b) Transferred from Utilities and Telecommunications under authority of the Public Service Administrative Transfers Act.

(c) Transferred from the salary contingency fund.

Statement No. 27.3

UTILITIES
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS:							
1	Departmental Support Services							
1.0.1	Minister's office	$ 214,930					$ 242,671	
1.0.2	Deputy minister's office	206,978					363,124	
1.0.3	Special projects branch	75,848					74,508	
1.0.4	Assistant deputy minister - gas utility division	106,610					106,690	
1.0.5	Assistant deputy minister - finance and planning	107,494					95,397	
1.0.6	Natural gas audit services	84,870					82,139	
1.0.7	Administrative support	745,943					634,780	
1.0.8	Development and training branch	149,146					95,630	
1.0.9	Records management branch	476,305					466,233	
		2,168,124	$ —	$ —	$ 42,920	$ 2,211,044	2,161,172	$ 49,872
2	Gas Utility Development							
2.1	Financial Assistance for Natural Gas Development							
2.1.1	Distribution system construction grants	14,490,000					12,670,194	
2.1.2	Gas transportation grants	1,000,000					1,511,052	
2.1.3	R.M.O. station grants	600,000					573,461	
2.1.4	Cathodic protection grants	5,000					8,455	
2.1.5	Operating equipment grants	5,000					13,052	
2.1.7	Replacement pipe grants	500,000					1,718,661	
2.1.8	Other special grants	500,000					475,146	
2.1.9	Propane oil tank grants	50,000					73,155	
2.1.10	Utilities officers grants	840,000					699,500	
2.2	Engineering and Technical Support Services							
2.2.1	Gas distribution administration	147,580					145,659	
2.2.3	Gas distribution operations	578,350					560,237	
2.2.4	Gas distribution construction	1,102,181					973,995	
2.2.5	Natural gas transmission lines	535,000					461,291	
2.3	Gas Alberta							
2.3.1	Gas Alberta administration	114,945					113,928	
2.3.2	Gas Alberta financial services	1,237,701					1,072,462	
2.3.3	Gas Alberta transportation allowance	412,200					412,200	
2.4	Finance and Business Advisory Services							
2.4.1	Business and grants section	395,286					382,637	
2.4.2	Gas loans and guarantee administration	346,290					349,089	
		22,859,533	—	—	67,022	22,926,555	22,214,174	712,381

Statement No. 27.3 (cont'd)

UTILITIES
STATEMENT OF EXPENDITURE BY ELEMENT

		Funds Provided						
Vote and Ref. No.	Program/Element	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
3	Natural Gas Price Protection for Albertans							
3.0.1	Administrative support	$ 1,082,168					$ 879,784	
3.0.2	Remote area heating grants	3,800,000					3,431,972	
3.0.3	Senior citizens' home heating grants	8,500,000					8,753,300	
		13,382,168	$ —	$ —	$ 14,903	$ 13,397,071	13,065,056	$ 332,015
4	Electric Utility Development							
4.1	Electric Development Services							
4.1.1	Administrative support	120,358					128,810	
4.1.2	R.E.A. accounting services	630,892					480,907	
4.1.3	R.E.A. financial and technical services	349,884					345,754	
4.2	Financial Assistance for Electric Development							
4.2.1	R.E. special projects	300,000					128,008	
4.2.2	R.E.A. reserve grants	1,000,000					239,647	
4.2.3	Grants for generating plants	35,000					3,325	
4.2.4	Grants for isolated communities	300,000					96,950	
4.3	Hydroelectric Development							
4.3.1	Hydroelectric planning and coordination	4,000,000					1,090,342	
		6,736,134	—	—	22,990	6,759,124	2,513,743	4,245,381
	Less: capitalized as a voted non-budgetary disbursement	(100,000)	—	—	—	(100,000)	(100,000)	—
		6,636,134	—	—	22,990	6,659,124	2,413,743	4,245,381
6	Financial Assistance for Water and Sewer Projects							
6.0.1	Administrative support	702,872					773,008	
6.0.2	Municipal water and sewer grants	40,100,000					38,190,745	
6.0.3	Northern supplementary fund grants	3,360,000					3,360,000	
6.0.4	Regional utility program	30,743,000					24,823,653	
6.0.5	Phosphorus removal grants	250,000					598,615	
6.0.6	Alberta farm water grant program	—					1,275,965	
		75,155,872	—	4,000,000	21,070	79,176,942	69,021,986	10,154,956
7	Electric Energy Marketing							
7.0.1	Electric energy marketing administration	567,963					389,837	
7.0.2	Grants for electric energy	52,000,000					49,470,887	
		52,567,963	—	—	—	52,567,963	49,860,724	2,707,239
		172,769,794	—	4,000,000	168,905	176,938,699	158,736,855	18,201,844
	STATUTORY APPROPRIATIONS:							
	Gas Alberta Operating Fund	—	—	—	—	—	(728,378)	728,378
	Department Total	$ 172,769,794(a)	$ —	$ 4,000,000	$ 168,905(b)	$ 176,938,699	$ 158,008,477	$ 18,930,222

(a) Transferred from Utilities and Telecommunications under authority of the Public Service Administrative Transfers Act.

(b) Transferred from the salary contingency fund.

Statement No. 27.4

UTILITIES
REVENUE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
Fees, Permits and Licences	$ —	$ 3,330
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	1,690,499	433,857
Miscellaneous	1,200	—
Total revenue	$1,691,699	$ 437,187

SECTION 28

1985-86
PUBLIC ACCOUNTS

SUPPLEMENTARY INFORMATION REQUIRED BY LEGISLATION OR BY DIRECTION OF THE PROVINCIAL TREASURER

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Statement No. 28.1

STATEMENT OF REMISSIONS, COMPROMISES AND WRITE-OFFS FOR THE YEAR ENDED MARCH 31, 1986

The following statement has been prepared pursuant to section 28 of the Financial Administration Act. The statement includes all remissions, compromises and write-offs made or approved during the fiscal year except for the remissions referred to in Notes 1 and 2.

Remissions under section 26 of the Financial Administration Act:		
Implemented Guarantees, Loans and Advances:		
Treasury Department Act	$ 1,850,000	
Health Department Act	1,351,000	
Public Works, Supply and Services Act	988,464	
Students Loan Guarantee Act	16,701	
Co-operative Marketing Associations and Rural Utilities Guarantee Act	7,901	
		$ 4,214,066
Taxes and Fees payable to the Government:		
Forests Act	24,515	
Alberta Income Tax Act	603	
		25,118
Other Accounts Receivable:		
Department of Housing Act	89,969	
Widows' Pension Act	50,782	
Maintenance and Recovery Act	2,648	
Public Service Pension Act	2,401	
Highway Traffic Act	100	
		145,900
Total remissions		4,385,084
Compromises under section 27 of the Financial Administration Act:		
Implemented Guarantees, Loans and Advances:		
Co-operative Marketing Associations and Rural Utilities Guarantee Act	260,187	
Students Loan Guarantee Act	38,947	
Judgement debts	29,232	
Feeder Associations Guarantee Act	3,820	
		332,186
Taxes and Fees payable to the Government:		
Public Lands Act	59,575	
Alberta Corporate Income Tax Act	983	
		60,558
Other Accounts Receivable:		
Petroleum Incentives Program Act	56,899	
Motor Vehicle Accident Claims Act	14,828	
Maintenance and Recovery Act	2,848	
Public Service Act	2,825	
Department of Housing Act	1,394	
		78,794
Total compromises		471,538

Statement No. 28.1 (cont'd)

Write-offs under section 27 of the Financial Administration Act:		
Investments, Implemented Guarantees, Loans and Advances:		
Department of Economic Development Act and Appropriation Act	$125,170,285	
Financial Administration Act	88,736,867	
Judgement debts	431,178	
Agricultural development loans	206,529	
Saddle Lake development loans	162,977	
Feeder Associations Guarantee Act	59,181	
Cow-calf Producers' Advance Regulations	23,459	
Co-operative Marketing Associations and Rural Utilities Guarantee Act	11,663	
Rural Electrification Revolving Fund Act	6,294	
Accountable advances	5,654	
		$214,814,087
Departmental Accounts Receivable:		
Social Services and Community Health	4,627,554	
Treasury	2,422,370	
Advanced Education	551,783	
Attorney General	461,825	
Housing	183,555	
Energy and Natural Resources	146,543	
Public Works, Supply and Services	117,158	
Agriculture	67,403	
Forestry	46,581	
Transportation	42,954	
Economic Development	26,652	
Manpower	18,902	
Solicitor General	13,207	
Labour	5,134	
Recreation and Parks	3,905	
Education	3,384	
Culture	2,023	
Consumer and Corporate Affairs	1,862	
Executive Council	1,359	
Utilities	100	
		8,744,254
Regulated Funds and Agencies - Accounts and Loans Receivable:		
Treasury Branches of Alberta	26,791,843	
Health Care Insurance Fund	15,585,747	
Alberta Government Telephones Commission	15,130,781	
Alberta Opportunity Company	8,773,860	
Alberta Mortgage and Housing Corporation	6,569,809	
Alberta Agricultural Development Corporation	5,562,087	
Alberta Heritage Savings Trust Fund	5,042,611	
Workers' Compensation Board	1,278,679	
Livestock Patrons' Assurance Fund	186,911	
Petroleum Incentives Program Fund	106,524	
Alberta Hail and Crop Insurance Corporation	53,253	
Alberta Motion Picture Development Corporation	39,945	
Motor Vehicle Accident Claims Fund	39,421	
Students Loan Fund	15,553	
Improvement Districts' Trust Account	200	
		85,177,224
Total write-offs		308,735,565
Total remissions, compromises and write-offs		$313,592,187

Note 1 The amounts of the remissions in respect of the Income Tax on Benefits and Allowances to Employees in Isolated Posts, 1982, 1983, 1984 and 1985 Remission Amendment Regulations, Orders in Council 674/85 and 675/85, are not determinable.

Note 2 The amount of the remission under the AT&T Remission Regulation, Order in Council 676/85, in respect of income tax payable under the Alberta Income Tax Act and the Alberta Corporate Income Tax Act is not determinable.

Statement No. 28.2

STATEMENT OF LIABILITIES RECORDED IN THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 1986 FOR WHICH AUTHORITY WAS INSUFFICIENT AND WHICH WILL BE PAID AND CHARGED AGAINST A SUPPLY VOTE FOR THE FOLLOWING FISCAL YEAR

Department	Vote No.	Program	Amount by which Authority was Insufficient	
			Vote	Department
Energy and Natural Resources	3	Minerals Management	$ 63,677	$ 63,677
Federal and Intergovernmental Affairs	1	Intergovernmental Coordination and Research	7,742	7,742
Forestry	5	Fish and Wildlife Conservation	1,194	1,194
Labour	4	Industrial Relations Adjudication and Regulation	1,932	1,932
Transportation	2	Construction and Maintenance of Highways	1,423,862	1,423,862
Total				$1,498,407

Statement No. 28.3

STATEMENT OF SPECIAL WARRANTS ISSUED AND PAYMENTS MADE UNDER THE AUTHORITY PROVIDED FOR THE YEAR ENDED MARCH 31, 1986

The following statement has been prepared pursuant to section 42 of the Financial Administration Act. The statement includes all special warrants issued during the fiscal year.

Vote No.	Department/Program	Special Warrant No.	Amount Authorized	Amount Expended
	AGRICULTURE			
1	DEPARTMENTAL SUPPORT SERVICES			
	To provide increased funding for automation of the Surface Rights Board office in Edmonton and Calgary.	O.C. 403/85	$ 240,720	$ 209,949
	TOTAL VOTE 1		240,720	209,949
2	PRODUCTION ASSISTANCE			
	To provide funds for a grasshopper control assistance program.	O.C. 404/85	6,600,000	3,327,374
	To provide additional funds for the 1984-85 feed freight assistance program.	O.C. 405/85	500,000	500,000
	To provide funds for a feed grain market adjustment program.	O.C. 591/85	51,500,000	33,311,613
	To provide funds for a fresh vegetable production incentive program.	O.C. 592/85	1,200,000	719,715
	To provide additional funds for the 1984-85 feed freight assistance program.	O.C. 593/85	350,000	50,602
	To provide funds for an Alberta livestock drought assistance program.	O.C. 659/85	24,750,000	21,659,083
	To provide funds for a 1985-86 feed freight assistance program.	O.C. 661/85	2,600,000	—
	To provide funds for a red meat stabilization program.	O.C. 698/85	48,218,000	42,609,588
	To provide funds for an Alberta livestock assistance program.	O.C. 871/85	41,000,000	41,000,000
	To provide funds for an Alberta beekeepers assistance program.	O.C. 2/86	1,725,000	1,725,000
	TOTAL VOTE 2		178,443,000	144,902,975
3	MARKETING ASSISTANCE			
	To provide funds for a processed food market expansion program.	O.C. 441/85	687,500	683,173
	To provide funds for an import replacement assistance program.	O.C. 594/85	100,000	20,400
	To provide funds for a review of the hog selling system.	O.C. 753/85	158,000	68,080
	To provide funds to the Alberta Pork Producers Marketing Board for debt retirement.	O.C. 858/85	5,547,225	5,547,224
	To provide funds for Alberta's participation in the federal/provincial financing arrangements of Canadian Cooperative Implements Ltd.	O.C. 92/86	1,635,000	1,630,844
	To provide additional funds for the Canada-Alberta subsidiary agreement on nutritive processing assistance.	O.C. 164/86	815,446	798,878
			8,943,171	8,748,599
	Less: capitalized as a voted non-budgetary disbursement		(1,575,000)	(1,575,000)
	TOTAL VOTE 3		7,368,171	7,173,599
4	FIELD SERVICES			
	To provide funds for a farm water assistance program to assist farmers in the severe drought areas of the province.	O.C. 500/85	1,500,000	1,500,000
	To provide additional funds for the farm water assistance program.	O.C. 148/86	300,000	300,000
	TOTAL VOTE 4		1,800,000	1,800,000

Vote No.	Department/Program	Special Warrant No.	Amount Authorized	Amount Expended
7	HAIL AND CROP INSURANCE ASSISTANCE			
	To provide funds to facilitate payment of crop insurance claims.	O.C. 657/85	$114,000,000	$114,000,000
	To provide funds for the Alberta crop insurance restoration program.	O.C. 658/85	31,500,000	31,500,000
	To provide funds for modification of the crop insurance program to retain feed in drought areas.	O.C. 660/85	10,000,000	10,000,000
	To provide additional funds to facilitate payment of crop insurance claims.	O.C. 1/86	47,600,000	47,600,000
	To provide funds for increased activities of the Alberta Hail and Crop Insurance Corporation.	O.C. 3/86	1,400,000	1,400,000
			204,500,000	204,500,000
	Less: capitalized as a voted non-budgetary disbursement		(161,600,000)	(161,600,000)
	TOTAL VOTE 7		42,900,000	42,900,000
			$230,751,891	$196,986,523
	ATTORNEY GENERAL			
3	LEGAL SERVICES			
	To provide funds for development and implementation of the maintenance enforcement program.	O.C. 656/85	$ 2,627,780	$ 1,593,289
	TOTAL VOTE 3		2,627,780	1,593,289
			$ 2,627,780	$ 1,593,289
	CULTURE			
2	CULTURAL DEVELOPMENT			
	To provide funds to assist with the research and development costs for updating the Canadian Encyclopedia.	O.C. 555/85	$ 200,000	$ 200,000
	TOTAL VOTE 2		200,000	200,000
			$ 200,000	$ 200,000
	ECONOMIC DEVELOPMENT			
1	ECONOMIC DEVELOPMENT AND INTERNATIONAL TRADE			
	To provide funds to sponsor offshore participants at the Banff School of Advanced Management.	O.C. 406/85	$ 90,000	$ 90,000
	To provide additional funds required by the Alberta Motion Picture Development Corporation to promote the development of the motion picture industry in Alberta.	O.C. 407/85	70,000	70,000
	To provide funds for the establishment of an economic development director position in the New York office.	O.C. 442/85	188,500	188,500
	To provide funds for a $500,000 operating grant for 1985-86, and a one time debt reduction grant of $900,000 to the Alberta Wildlife Park.	O.C. 498/85	1,400,000	1,400,000
	To provide funds to assist with the development of a prototype robot through the issuance of a conditional grant to ATCO Ltd.	O.C. 558/85	295,000	100,000
	To provide funds required to maintain economic development initiatives of the department in a manner responsive to the private sector.	O.C. 831/85	687,000	587,000
	To provide funds required to respond to Alberta companies' needs in developing, supporting and enhancing opportunities in export markets.	O.C. 832/85	872,000	872,000
	TOTAL VOTE 1		3,602,500	3,307,500

Statement No. 28.3 (cont'd)

Vote No.	Department/Program	Special Warrant No.	Amount Authorized	Amount Expended
2	FINANCING - ECONOMIC DEVELOPMENT PROJECTS			
	To provide funds to support the establishment of an intermodal distribution system through an equity investment in Alberta Intermodal Services Ltd.	O.C. 408/85	$ 20,000,000	$ 20,000,000
	To provide funds to support the establishment of an intermodal distribution system through the development and testing of a double stacked rail car.	O.C. 409/85	496,000	102,230
	To provide funds to finance the Fort Saskatchewan railway relocation project through an equity investment.	O.C. 503/85	3,410,000	3,360,000
	To provide funds to assist Sturdi-Wood Inc. in funding the capital cost of establishing an oriented strandboard manufacturing facility in Drayton Valley.	O.C. 872/85	7,000,000	4,600,000
			30,906,000	28,062,230
	Less: capitalized as a voted non-budgetary disbursement		(27,000,000)	(24,600,000)
	TOTAL VOTE 2		3,906,000	3,462,230
3	INTERNATIONAL ASSISTANCE			
	To provide funds for relief aid for the Colombian disaster victims.	O.C. 127/86	167,817	167,817
	TOTAL VOTE 3		167,817	167,817
4	FINANCIAL ASSISTANCE TO ALBERTA BUSINESS			
	To provide additional funds for the Small Business Equity Corporations program.	O.C. 750/85	17,094,460	9,094,460
	TOTAL VOTE 4		17,094,460	9,094,460
			$ 24,770,777	$ 16,032,007
	EDUCATION			
3	EDUCATION PROGRAM DEVELOPMENT AND DELIVERY			
	To provide funds required for the establishment of the Council on Alberta Teaching Standards.	O.C. 94/86	$ 393,225	$ 299,240
	TOTAL VOTE 3		393,225	299,240
			$ 393,225	$ 299,240
	ENVIRONMENT			
2	POLLUTION PREVENTION AND CONTROL			
	To provide funds for the execution of the agreement between Kinetic Ecological Resource Group (1982) Ltd. and Alberta Environment.	O.C. 440/85	$ 2,500,000	$ 2,476,431
	TOTAL VOTE 2		2,500,000	2,476,431
3	LAND CONSERVATION			
	To provide funds for ex gratia payment to George Buchta.	O.C. 554/85	178,000	177,832
	TOTAL VOTE 3		178,000	177,832

Vote No.	Department/Program	Special Warrant No.	Amount Authorized	Amount Expended
4	WATER RESOURCES MANAGEMENT			
	To provide funds for the provision of groundwater and surface water supplies in those portions of Alberta affected by the continuing drought conditions.	O.C. 499/85	$ 5,000,000	$ 3,646,171
	To provide funds for the immediate start of construction of the Forty Mile Coulee Reservoir project. Upon completion, the project will ensure a water supply to the Bow Island region of southern Alberta.	O.C. 553/85	5,000,000	1,298,594
	To provide funds to reimburse the Capital Projects Division of the Alberta Heritage Savings Trust Fund for expenditure incurred, other than for purchase of land, associated with the Oldman River Dam project.	O.C. 161/86	14,000,000	11,355,810
			24,000,000	16,300,575
	Less: capitalized as a voted non-budgetary disbursement		(5,000,000)	(1,298,594)
	TOTAL VOTE 4		19,000,000	15,001,981
8	OVERVIEW AND COORDINATION OF ENVIRONMENTAL CONSERVATION			
	To provide funds for the initiation of public hearings on the recycling of wastes.	O.C. 191/86	117,000	117,000
	TOTAL VOTE 8		117,000	117,000
			$ 21,795,000	$ 17,773,244
	EXECUTIVE COUNCIL			
3	WORKERS' COMPENSATION			
	To provide funds for lump sum payments on pre 1974 pensions.	O.C. 163/86	$ 1,500,000	$ 1,391,959
	TOTAL VOTE 3		1,500,000	1,391,959
10	DISASTER SERVICES AND DANGEROUS GOODS CONTROL			
	To provide funds to compensate for unbudgeted costs arising from the agency name change and the preliminary costs related to the sour gas plan, and to reimburse the accountable advance for disaster assistance payments arising from the Donnelly floods and the Granum fire.	O.C. 165/86	70,100	70,100
	TOTAL VOTE 10		70,100	70,100
13	PUBLIC AFFAIRS			
	To provide funding for Alberta participation in Expo '86.	O.C. 556/85	1,119,250	1,019,628
	TOTAL VOTE 13		1,119,250	1,019,628
15	NORTHERN DEVELOPMENT			
	To provide 1985-86 funds for the Canada - Alberta subsidiary agreement on northern development.	O.C. 751/85	194,430	145,025
	TOTAL VOTE 15		194,430	145,025
			$ 2,883,780	$ 2,626,712

Vote No.	Department/Program	Special Warrant No.	Amount Authorized	Amount Expended
	FEDERAL AND INTERGOVERNMENTAL AFFAIRS			
1	INTERGOVERNMENTAL COORDINATION AND RESEARCH			
	To provide funds required for the 1985 Western Premiers' Conference and the visit of Soviet Premier Vorotnikov.	O.C. 192/86	$ 102,175	$ 102,175
	To provide funds required by foreign offices to meet increased costs owing to changes in currency exchange rates.	O.C. 193/86	75,000	75,000
	TOTAL VOTE 1		177,175	177,175
			$ 177,175	$ 177,175
	FORESTRY			
1	DEPARTMENTAL SUPPORT SERVICES			
	To provide funds for Alberta's contribution on behalf of small non-member lumber producers who benefit from the Alberta Forest Products Association efforts to promote lumber exports.	O.C. 170/86	$ 108,590	$ 108,590
	TOTAL VOTE 1		108,590	108,590
3	FOREST RESOURCES MANAGEMENT			
	To provide additional funds required for firefighting.	O.C. 443/85	20,043,269	14,147,246
	TOTAL VOTE 3		20,043,269	14,147,246
5	FISH AND WILDLIFE CONSERVATION			
	To provide funds for maximum 1985 wildlife crop damage compensation payments to Alberta farmers under the Fish and Wildlife Trust Fund regulations.	O.C. 169/86	1,525,000	1,525,000
	TOTAL VOTE 5		1,525,000	1,525,000
			$ 21,676,859	$ 15,780,836
	HOSPITALS AND MEDICAL CARE			
3	FINANCIAL ASSISTANCE FOR ACTIVE CARE			
	To provide funds for the Alberta Government's contribution to "Steve Fonyo's Journey for Lives".	O.C. 833/85	$ 2,276,114	$ 2,276,114
	TOTAL VOTE 3		2,276,114	2,276,114
5	FINANCIAL ASSISTANCE FOR SUPERVISED PERSONAL CARE			
	To provide funds for the government's share of nursing home program enhancements implemented effective September 1, 1985	O.C. 118/86	3,400,000	2,807,521
	TOTAL VOTE 5		3,400,000	2,807,521
6	FINANCIAL ASSISTANCE FOR CAPITAL CONSTRUCTION			
	To provide additional funds to meet increased 1985-86 cash flow requirements for the Walter C. Mackenzie Health Sciences Centre and for the two new urban hospital capital construction projects.	O.C. 168/86	25,000,000	19,866,996
	Less: capitalized as a voted non-budgetary disbursement		(11,500,000)	(9,769,202)
	TOTAL VOTE 6		13,500,000	10,097,794
			$ 19,176,114	$ 15,181,429

Vote No.	Department/Program	Special Warrant No.	Amount Authorized	Amount Expended
	MANPOWER			
2	MANPOWER DEVELOPMENT AND TRAINING ASSISTANCE			
	To provide additional funds for the manpower training sub-programs.	O.C. 663/85	$ 8,103,000	$ 5,361,422
	To provide funds for financial assistance to disadvantaged and disabled students.	O.C. 4/86	6,000,000	5,843,783
	To provide funds for the Alberta vocational training program enhancement.	O.C. 150/86	835,000	120,000
	TOTAL VOTE 2		14,938,000	11,325,205
3	SPECIAL EMPLOYMENT PROGRAMS			
	To carry forward unexpended 1984-85 special employment program funds.	O.C. 662/85	24,000,000	10,832,971
	To provide additional funds for special employment programs.	O.C. 149/86	6,340,000	40,000
	TOTAL VOTE 3		30,340,000	10,872,971
			$ 45,278,000	$ 22,198,176
	PUBLIC WORKS, SUPPLY AND SERVICES			
6	LAND ASSEMBLY			
	To provide funds to reimburse the capital projects division of the Alberta Heritage Savings Trust Fund for expenditure incurred in purchasing land associated with the Oldman River Dam project.	O.C. 162/86	$ 7,200,000	$ 6,666,126
	TOTAL VOTE 6		7,200,000	6,666,126
			$ 7,200,000	$ 6,666,126
	SOCIAL SERVICES AND COMMUNITY HEALTH			
5	BENEFITS AND INCOME SUPPORT			
	To provide funds required for the Alberta assured income for the severely handicapped program as a result of increased caseloads.	O.C. 126/86	$ 6,160,000	$ 6,061,149
	TOTAL VOTE 5		6,160,000	6,061,149
9	GENERAL HEALTH SERVICES			
	To provide funds required for the extended health benefits and Alberta aids to daily living programs as a result of increased caseloads.	O.C. 167/86	3,500,000	3,385,169
	TOTAL VOTE 9		3,500,000	3,385,169
10	COMMUNITY SOCIAL AND HEALTH SERVICES			
	To provide funds to initiate medical diagnostic review of the Twin Butte area.	O.C. 410/85	3,068,000	3,068,000
	To provide funds required for the day care operating allowance program as a result of increased demand.	O.C. 166/86	4,750,000	4,746,031
	TOTAL VOTE 10		7,818,000	7,814,031
11	ALCOHOLISM AND DRUG ABUSE - TREATMENT, PREVENTION AND EDUCATION			
	To provide funds for the impaired drivers - repeat offender program.	O.C. 664/85	539,298	444,075
	TOTAL VOTE 11		539,298	444,075
			$ 18,017,298	$ 17,704,424

Vote No.	Department/Program	Special Warrant No.	Amount Authorized	Amount Expended
	SOLICITOR GENERAL			
3	LAW ENFORCEMENT			
	To provide $500,000 each to the City of Edmonton and the City of Calgary towards the purchase of an automated fingerprint identification system.	O.C. 196/86	$ 1,000,000	$ 1,000,000
	TOTAL VOTE 3		1,000,000	1,000,000
			$ 1,000,000	$ 1,000,000
	TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS			
1	DEVELOPMENT OF SCIENCE AND TECHNOLOGY			
	To provide funds required to maintain development initiatives of the department in a manner responsive to the private sector.	O.C. 831/85	$ 363,000	$ 363,000
	TOTAL VOTE 1		363,000	363,000
2	FINANCING OF HIGH TECHNOLOGY PROJECTS			
	To provide funds to support the development and prototype testing of a global positioning system through an equity investment in Nortech Surveys (Canada) Inc.	O.C. 557/85	600,000	600,000
	To provide funds for financial support to the Alberta Laser Applications Science and Engineering Research Institute for the development of laser systems and their applications for Alberta industry.	O.C. 595/85	500,000	500,000
	To provide funds required to initiate the transfer of alternating current propulsion technology to Alberta through the acquisition and testing of two light rail vehicles.	O.C. 699/85	250,000	—
	To provide funds for a grant to Alberta Microelectronic Centre for purchase of microchip design and fabrication technology.	O.C. 151/86	5,320,000	5,320,000
			6,670,000	6,420,000
	Less: capitalized as a voted non-budgetary disbursement		(600,000)	(600,000)
	TOTAL VOTE 2		6,070,000	5,820,000
			$ 6,433,000	$ 6,183,000
	TOURISM			
2	DEVELOPMENT OF TOURISM			
	To provide funds for the Canada - Alberta subsidiary agreement on tourism development.	O.C. 655/85	$ 1,533,000	$ 263,774
	TOTAL VOTE 2		1,533,000	263,774
			$ 1,533,000	$ 263,774
	TRANSPORTATION			
2	CONSTRUCTION AND MAINTENANCE OF HIGHWAYS			
	To provide additional funds to accommodate demand under the street assistance program.	O.C. 194/86	$ 1,793,728	$ 1,793,728
	TOTAL VOTE 2		1,793,728	1,793,728
4	CONSTRUCTION AND MAINTENANCE OF AIRPORT FACILITIES			
	To provide additional funds required for an increase in runway rehabilitation projects.	O.C. 195/86	600,000	600,000
	TOTAL VOTE 4		600,000	600,000
			$ 2,393,728	$ 2,393,728

Vote No.	Department/Program	Special Warrant No.	Amount Authorized	Amount Expended
	TREASURY			
3	REVENUE COLLECTION AND REBATES			
	To provide funds for the increase in the Alberta farm fuel distribution allowance rebate rate from $0.07 to $0.14 per litre during the 1985-86 fiscal year.	O.C. 21/86	$ 55,000,000	$ 45,351,551
	TOTAL VOTE 3		55,000,000	45,351,551
4	FINANCIAL MANAGEMENT, PLANNING AND CENTRAL SERVICES			
	To provide funds for the additional cost of workers' compensation coverage for government employees resulting from greater than anticipated increases in the number of lump sum pension settlements and compensation claims.	O.C. 93/86	1,100,000	1,100,000
	TOTAL VOTE 4		1,100,000	1,100,000
5	FINANCIAL SUPPORT - CANADIAN COMMERCIAL BANK			
	To provide funds for purchase of $60 million of participation certificates and $13 million of debentures.	O.C. 501/85	73,000,000	73,000,000
	To provide funds for purchase of Canadian Commercial Bank debentures from the Alberta Heritage Savings Trust Fund.	O.C. 502/85	5,000,000	5,000,000
			78,000,000	78,000,000
	Less: capitalized as a voted non-budgetary disbursement		(78,000,000)	(78,000,000)
	TOTAL VOTE 5		—	—
6	SALARY CONTINGENCY			
	To provide funds for a 1985-86 vote for salary contingency to be transferred to other votes pursuant to Treasury Board directive.	O.C. 814/85	45,000,000	32,632,488
	TOTAL VOTE 6		45,000,000	32,632,488
			$101,100,000	$ 79,084,039
	UTILITIES			
6	FINANCIAL ASSISTANCE FOR WATER AND SEWER PROJECTS			
	To provide funds for financial assistance for the construction of water transmission systems to farmers and ranchers encountering water shortages for domestic and stock watering purposes.	O.C. 752/85	$ 4,000,000	$ 1,372,143
	TOTAL VOTE 6		4,000,000	1,372,143
			$ 4,000,000	$ 1,372,143
	GRAND TOTAL		$511,407,627	$403,515,865

Statement No. 28.4

STATEMENT OF BORROWINGS MADE UNDER SECTION 61(1) OF THE FINANCIAL ADMINISTRATION ACT FOR THE YEAR ENDED MARCH 31, 1986

Issue Date	Maturity Date	Discount Rate	Issue Principal	Proceeds
General Revenue Fund:				
Promissory Notes				
Apr. 29, 1985	Apr. 30, 1985	9.00%	$ 20,000,000	$ 19,995,070
Apr. 29, 1985	Apr. 30, 1985	9.00	30,000,000	29,992,500
Apr. 29, 1985	Apr. 30, 1985	9.00	30,000,000	29,992,500
Jul. 15, 1985	Jul. 16, 1985	9.38	35,000,000	34,991,012
Jul. 16, 1985	Jul. 17, 1985	9.38	15,000,000	14,996,145
Sep. 13, 1985	Sep. 18, 1985	8.50	10,000,000	9,988,400
Sep. 13, 1985	Sep. 16, 1985	8.38	20,000,000	19,986,200
Oct. 3, 1985	Oct. 25, 1985	8.60	20,000,000	19,896,800
Oct. 4, 1985	Oct. 25, 1985	8.63	15,000,000	14,925,900
Oct. 8, 1985	Oct. 11, 1985	8.63	10,000,000	9,992,900
Oct. 9, 1985	Oct. 10, 1985	8.38	10,000,000	9,997,700
Oct. 9, 1985	Oct. 10, 1985	8.38	10,000,000	9,997,706
Oct. 9, 1985	Oct. 10, 1985	8.38	10,000,000	9,997,700
Oct. 15, 1985	Oct. 16, 1985	8.85	20,000,000	19,995,200
Oct. 16, 1985	Oct. 17, 1985	8.63	20,000,000	19,995,200
Oct. 16, 1985	Nov. 25, 1985	8.50	15,000,000	14,861,550
Oct. 16, 1985	Nov. 25, 1985	8.50	10,000,000	9,907,700
Oct. 16, 1985	Oct. 21, 1985	8.55	15,000,000	14,982,450
Dec. 5, 1985	Dec. 24, 1985	9.05	20,000,000	19,906,200
Dec. 5, 1985	Dec. 24, 1985	9.05	10,000,000	9,953,100
Dec. 5, 1985	Dec. 24, 1985	9.05	10,000,000	9,953,100
Jan. 13, 1986	Jan. 24, 1986	9.75	10,000,000	9,970,700
Jan. 13, 1986	Feb. 25, 1986	9.85	10,000,000	9,885,300
Jan. 15, 1986	Jan. 24, 1986	9.95	10,000,000	9,975,500
Jan. 15, 1986	Feb. 25, 1986	10.05	10,000,000	9,888,400
Jan. 21, 1986	Jan. 22, 1986	10.13	30,000,000	29,991,600
Jan. 21, 1986	Jan. 22, 1986	10.38	25,000,000	24,992,900
Feb. 14, 1986	Feb. 17, 1986	12.50	10,000,000	9,989,700
Feb. 17, 1986	Feb. 25, 1986	12.38	10,000,000	9,972,900
Feb. 17, 1986	Feb. 25, 1986	12.38	10,000,000	9,972,900
Mar. 14, 1986	Mar. 26, 1986	12.05	830,000	826,722
Mar. 17, 1986	Mar. 25, 1986	12.25	5,000,000	4,986,600
Mar. 17, 1986	Mar. 25, 1986	12.25	25,000,000	24,933,000
Mar. 20, 1986	Mar. 26, 1986	12.00	150,000	149,704
		Interest Rate		
Apr. 25, 1985	Apr. 26, 1985	9.63%	15,000,000	15,000,000
Jul. 12, 1985	Jul. 15, 1985	9.00	12,000,000	12,000,000
Jul. 15, 1985	Jul. 16, 1985	9.38	35,000,000	35,000,000
Jul. 16, 1985	Jul. 17, 1985	9.38	30,000,000	30,000,000
Aug. 14, 1985	Aug. 15, 1985	7.25	5,000,000	5,000,000
Aug. 29, 1985	Aug. 30, 1985	9.00	25,000,000	25,000,000
Sep. 16, 1985	Sep. 17, 1985	8.75	21,000,000	21,000,000
Oct. 2, 1985	Oct. 3, 1985	8.50	20,000,000	20,000,000
Oct. 7, 1985	Oct. 8, 1985	8.75	5,000,000	5,000,000
Oct. 15, 1985	Oct. 16, 1985	8.75	10,000,000	10,000,000
Oct. 15, 1985	Jan. 13, 1986	8.62	25,000,000	25,000,000
Oct. 15, 1985	Jan. 10, 1986	8.62	25,000,000	25,000,000
Nov. 18, 1985	Nov. 19, 1985	8.88	20,000,000	20,000,000
Nov. 18, 1985	Nov. 19, 1985	9.25	20,000,000	20,000,000
Nov. 18, 1985	Nov. 19, 1985	9.00	4,000,000	4,000,000
Nov. 18, 1985	Nov. 19, 1985	9.25	5,000,000	5,000,000
Nov. 19, 1985	Nov. 20, 1985	8.88	20,000,000	20,000,000
Nov. 19, 1985	Nov. 20, 1985	9.25	15,000,000	15,000,000
Jan. 7, 1986	Jan. 8, 1986	9.63	16,000,000	16,000,000
Jan. 15, 1986	Mar. 18, 1986	10.17	25,000,000	25,000,000
Jan. 15, 1986	Jan. 16, 1986	9.88	18,000,000	18,000,000
Jan. 16, 1986	Mar. 18, 1986	10.25	25,000,000	25,000,000
Jan. 21, 1986	Jan. 22, 1986	10.00	12,000,000	12,000,000
Feb. 14, 1986	Feb. 17, 1986	12.40	7,000,000	7,000,000
Feb. 14, 1986	Feb. 17, 1986	12.25	8,000,000	8,000,000
Feb. 17, 1986	Feb. 18, 1986	12.75	25,000,000	25,000,000
Feb. 17, 1986	Feb. 18, 1986	12.25	7,000,000	7,000,000
Feb. 17, 1986	Feb. 18, 1986	12.50	5,000,000	5,000,000
Total General Revenue Fund			970,980,000	969,840,959

Statement No. 28.4 (cont'd)

Issue Date	Maturity Date	Discount Rate	Issue Principal	Proceeds
Alberta Provincial Corporation Loan Fund:				
Promissory Notes				
Apr. 1, 1985	Jun. 3, 1985	10.31%	$ 10,000,000	$ 9,825,200
Apr. 3, 1985	Jun. 4, 1985	10.30	10,000,000	9,828,000
Apr. 4, 1985	May 3, 1985	10.15	8,000,000	7,936,000
Apr. 9, 1985	Jun. 10, 1985	10.15	10,000,000	9,830,500
Apr. 15, 1985	Jun. 12, 1985	10.08	10,000,000	9,842,300
Apr. 15, 1985	Jul. 15, 1985	10.04	5,000,000	4,877,900
Apr. 15, 1985	Feb. 5, 1986	10.26	5,000,000	4,615,950
Apr. 16, 1985	Jun. 13, 1985	10.02	5,000,000	4,921,650
Apr. 16, 1985	Jun. 11, 1985	10.02	5,000,000	4,924,300
May 1, 1985	Jun. 25, 1985	9.67	5,000,000	4,928,200
May 2, 1985	Jun. 25, 1985	9.69	5,000,000	4,929,350
May 3, 1985	Jun. 26, 1985	9.66	5,000,000	4,929,550
May 6, 1985	Jul. 2, 1985	9.70	2,500,000	2,462,700
May 6, 1985	Jul. 2, 1985	9.70	2,500,000	2,462,700
May 17, 1985	Jun. 3, 1985	9.73	6,000,000	5,972,940
May 28, 1985	Jul. 16, 1985	9.58	10,000,000	9,873,000
May 29, 1985	Jul. 10, 1985	9.69	10,000,000	9,889,700
Jun. 3, 1985	Aug. 15, 1985	9.44	11,000,000	10,796,170
Jun. 3, 1985	Jul. 15, 1985	9.60	10,000,000	9,890,700
Jun. 3, 1985	Jul. 2, 1985	9.63	10,000,000	9,924,100
Jun. 3, 1985	Jul. 3, 1985	9.63	10,000,000	9,921,500
Jun. 3, 1985	Jul. 5, 1985	9.63	10,000,000	9,916,300
Jun. 3, 1985	Aug. 1, 1985	9.53	10,000,000	9,848,400
Jun. 3, 1985	Jul. 15, 1985	9.60	800,000	791,256
Jun. 3, 1985	Jul. 15, 1985	9.60	14,200,000	14,044,794
Jun. 4, 1985	Jul. 8, 1985	9.60	10,000,000	9,911,400
Jun. 10, 1985	Jul. 12, 1985	9.62	10,000,000	9,916,400
Jun. 11, 1985	Jul. 15, 1985	9.58	5,000,000	4,955,800
Jun. 12, 1985	Jul. 18, 1985	9.55	10,000,000	9,906,700
Jun. 13, 1985	Jul. 19, 1985	9.62	5,000,000	4,953,000
Jun. 14, 1985	Jul. 29, 1985	9.62	5,000,000	4,941,400
Jun. 14, 1985	Jul. 22, 1985	9.63	10,000,000	9,900,700
Jun. 14, 1985	Jul. 24, 1985	9.63	10,000,000	9,895,600
Jun. 17, 1985	Aug. 14, 1985	9.55	10,000,000	9,850,500
Jun. 17, 1985	Sep. 25, 1985	9.47	10,000,000	9,747,100
Jun. 17, 1985	Aug. 6, 1985	9.57	10,000,000	9,870,600
Jun. 17, 1985	Aug. 6, 1985	9.57	10,000,000	9,870,600
Jun. 24, 1985	Aug. 6, 1985	9.47	5,000,000	4,944,850
Jun. 25, 1985	Aug. 7, 1985	9.39	15,000,000	14,835,900
Jun. 26, 1985	Aug. 8, 1985	9.39	5,000,000	4,945,300
Jul. 2, 1985	Aug. 15, 1985	9.34	15,000,000	14,833,050
Jul. 2, 1985	Jul. 15, 1985	9.50	3,000,000	2,989,890
Jul. 3, 1985	Aug. 15, 1985	9.32	10,000,000	9,891,400
Jul. 3, 1985	Oct. 2, 1985	9.29	5,000,000	4,886,800
Jul. 4, 1985	Jul. 15, 1985	9.60	10,000,000	9,971,200
Jul. 5, 1985	Aug. 15, 1985	9.30	10,000,000	9,896,600
Jul. 8, 1985	Aug. 21, 1985	9.34	10,000,000	9,888,700
Jul. 10, 1985	Aug. 19, 1985	9.25	5,000,000	4,949,800
Jul. 10, 1985	Aug. 21, 1985	9.25	5,000,000	4,947,350
Jul. 12, 1985	Aug. 19, 1985	9.23	10,000,000	9,904,800
Jul. 15, 1985	Aug. 1, 1985	9.20	15,000,000	14,935,950
Jul. 15, 1985	Aug. 15, 1985	9.23	15,000,000	14,883,300
Jul. 15, 1985	Aug. 30, 1985	9.23	15,000,000	14,827,500
Jul. 18, 1985	Aug. 22, 1985	9.08	10,000,000	9,913,700
Jul. 19, 1985	Aug. 28, 1985	9.05	5,000,000	4,950,900
Jul. 22, 1985	Aug. 30, 1985	8.94	10,000,000	9,905,400
Jul. 24, 1985	Aug. 28, 1985	8.90	10,000,000	9,915,400
Aug. 1, 1985	Oct. 1, 1985	8.97	15,000,000	14,778,450
Aug. 1, 1985	Sep. 3, 1985	8.88	15,000,000	14,880,600
Aug. 6, 1985	Sep. 4, 1985	8.88	5,000,000	4,964,950
Aug. 7, 1985	Sep. 11, 1985	8.88	15,000,000	14,873,400
Aug. 14, 1985	Nov. 12, 1985	9.08	5,000,000	4,890,500
Aug. 14, 1985	Nov. 25, 1985	9.11	5,000,000	4,874,700
Aug. 15, 1985	Oct. 1, 1985	8.95	10,000,000	9,886,100
Aug. 15, 1985	Sep. 19, 1985	8.92	25,000,000	24,788,000
Aug. 15, 1985	Sep. 17, 1985	8.95	5,000,000	4,959,850
Aug. 19, 1985	Sep. 23, 1985	8.90	15,000,000	14,873,100
Aug. 21, 1985	Sep. 25, 1985	8.94	15,000,000	14,872,500
Aug. 22, 1985	Sep. 26, 1985	8.90	10,000,000	9,915,400
Aug. 28, 1985	Oct. 1, 1985	8.92	15,000,000	14,876,400

Statement No. 28.4 (cont'd)

Issue Date	Maturity Date	Discount Rate	Issue Principal	Proceeds
Promissory Notes (cont'd)				
Aug. 30, 1985	Oct. 4, 1985	8.97%	$ 15,000,000	$ 14,872,050
Aug. 30, 1985	Oct. 3, 1985	8.99	10,000,000	9,917,000
Sep. 4, 1985	Oct. 10, 1985	8.94	5,000,000	4,956,300
Sep. 11, 1985	Oct. 9, 1985	8.88	15,000,000	14,898,450
Sep. 16, 1985	Dec. 12, 1985	9.04	5,000,000	4,894,550
Sep. 16, 1985	Dec. 2, 1985	9.04	10,000,000	9,812,900
Sep. 16, 1985	Dec. 11, 1985	9.02	15,000,000	14,687,850
Sep. 17, 1985	Oct. 17, 1985	8.81	5,000,000	4,964,050
Sep. 18, 1985	Oct. 15, 1985	8.79	5,000,000	4,967,700
Sep. 19, 1985	Oct. 16, 1985	8.80	10,000,000	9,935,300
Sep. 19, 1985	Oct. 18, 1985	8.82	10,000,000	9,930,400
Sep. 19, 1985	Oct. 21, 1985	8.82	5,000,000	4,961,650
Sep. 23, 1985	Oct. 23, 1985	8.77	15,000,000	14,892,600
Sep. 25, 1985	Oct. 24, 1985	8.60	15,000,000	14,898,150
Sep. 25, 1985	Dec. 18, 1985	8.85	5,000,000	4,900,200
Sep. 26, 1985	Oct. 31, 1985	8.58	10,000,000	9,918,400
Oct. 1, 1985	Oct. 31, 1985	8.68	15,000,000	14,893,800
Oct. 1, 1985	Jan. 2, 1986	8.84	10,000,000	9,779,700
Oct. 2, 1985	Dec. 2, 1985	8.69	5,000,000	4,928,400
Oct. 3, 1985	Dec. 4, 1985	8.66	10,000,000	9,855,000
Oct. 4, 1985	Nov. 12, 1985	8.60	15,000,000	14,863,350
Oct. 9, 1985	Nov. 15, 1985	8.48	15,000,000	14,872,200
Oct. 10, 1985	Nov. 14, 1985	8.46	5,000,000	4,959,750
Oct. 15, 1985	Nov. 20, 1985	8.46	5,000,000	4,958,600
Oct. 15, 1985	Jan. 13, 1986	8.62	10,000,000	9,791,900
Oct. 15, 1985	Oct. 22, 1985	8.50	3,000,000	2,995,110
Oct. 15, 1985	Jan. 13, 1986	8.62	5,000,000	4,895,950
Oct. 16, 1985	Nov. 20, 1985	8.50	5,000,000	4,959,600
Oct. 16, 1985	Nov. 20, 1985	8.50	5,000,000	4,959,600
Oct. 17, 1985	Nov. 20, 1985	8.45	5,000,000	4,960,950
Oct. 18, 1985	Nov. 21, 1985	8.50	10,000,000	9,921,400
Oct. 21, 1985	Nov. 14, 1985	8.52	5,000,000	4,972,150
Oct. 23, 1985	Nov. 8, 1985	8.58	15,000,000	14,943,750
Oct. 24, 1985	Nov. 29, 1985	8.55	5,000,000	4,958,200
Oct. 24, 1985	Nov. 29, 1985	8.55	5,000,000	4,958,200
Oct. 24, 1985	Nov. 29, 1985	8.55	5,000,000	4,958,200
Oct. 31, 1985	Dec. 5, 1985	8.58	10,000,000	9,918,400
Oct. 31, 1985	Dec. 4, 1985	8.58	5,000,000	4,960,350
Oct. 31, 1985	Dec. 5, 1985	8.58	10,000,000	9,918,400
Nov. 8, 1985	Dec. 12, 1985	8.57	15,000,000	14,881,200
Nov. 12, 1985	Feb. 10, 1986	8.65	5,000,000	4,895,600
Nov. 12, 1985	Dec. 9, 1985	8.63	15,000,000	14,904,900
Nov. 13, 1985	Feb. 12, 1986	8.65	5,000,000	4,894,450
Nov. 13, 1985	Feb. 11, 1986	8.67	5,000,000	4,895,350
Nov. 14, 1985	Dec. 12, 1985	8.72	5,000,000	4,966,800
Nov. 14, 1985	Feb. 10, 1986	8.72	10,000,000	9,794,100
Nov. 14, 1985	Feb. 12, 1986	8.72	5,000,000	4,894,750
Nov. 15, 1985	Feb. 14, 1986	8.84	10,000,000	9,784,400
Nov. 15, 1985	Dec. 12, 1985	8.85	5,000,000	4,967,500
Nov. 15, 1985	Dec. 12, 1985	8.87	10,000,000	9,934,800
Nov. 20, 1985	Dec. 19, 1985	8.80	7,000,000	6,951,420
Nov. 20, 1985	Dec. 18, 1985	8.77	7,000,000	6,953,240
Nov. 20, 1985	Dec. 19, 1985	8.80	6,000,000	5,958,360
Nov. 21, 1985	Dec. 19, 1985	8.82	10,000,000	9,932,800
Nov. 25, 1985	Jan. 24, 1986	8.84	5,000,000	4,928,400
Nov. 29, 1985	Dec. 17, 1985	9.10	15,000,000	14,932,950
Dec. 3, 1985	Dec. 17, 1985	9.20	5,000,000	4,982,400
Dec. 4, 1985	Jan. 14, 1986	9.10	15,000,000	14,848,200
Dec. 5, 1985	Jan. 15, 1986	9.05	20,000,000	19,798,800
Dec. 9, 1985	Jan. 14, 1986	9.09	15,000,000	14,866,650
Dec. 9, 1985	Feb. 13, 1986	9.13	2,500,000	2,459,400
Dec. 9, 1985	Feb. 10, 1986	9.13	2,500,000	2,461,225
Dec. 11, 1985	Feb. 13, 1986	9.12	10,000,000	9,842,600
Dec. 11, 1985	Feb. 13, 1986	9.12	5,000,000	4,921,300
Dec. 12, 1985	Jan. 20, 1986	9.17	5,000,000	4,951,500
Dec. 12, 1985	Feb. 13, 1986	9.12	5,000,000	4,922,500
Dec. 12, 1985	Jan. 16, 1986	9.17	15,000,000	14,869,200
Dec. 12, 1985	Feb. 13, 1986	9.12	10,000,000	9,845,000
Dec. 12, 1985	Feb. 18, 1986	9.12	5,000,000	4,916,450
Dec. 16, 1985	Feb. 17, 1986	9.15	1,600,000	1,575,120
Dec. 16, 1985	Feb. 17, 1986	9.15	13,400,000	13,191,630

Statement No. 28.4 (cont'd)

Issue Date	Maturity Date	Discount Rate	Issue Principal	Proceeds
Promissory Notes (cont'd)				
Dec. 17, 1985	Jan. 15, 1986	9.19%	$ 10,000,000	$ 9,927,500
Dec. 17, 1985	Jan. 15, 1986	9.20	5,000,000	4,963,700
Dec. 17, 1985	Jan. 15, 1986	9.19	5,000,000	4,963,750
Dec. 18, 1985	Feb. 17, 1986	9.15	5,000,000	4,924,700
Dec. 19, 1985	Jan. 13, 1986	9.07	2,300,000	2,285,809
Dec. 19, 1985	Jan. 15, 1986	9.45	5,700,000	5,660,442
Dec. 19, 1985	Mar. 3, 1986	9.25	15,000,000	14,723,850
Jan. 14, 1986	Feb. 3, 1986	9.85	30,000,000	29,838,900
Jan. 15, 1986	Mar. 17, 1986	10.17	20,000,000	19,665,800
Jan. 15, 1986	Feb. 17, 1986	10.08	15,000,000	14,864,550
Jan. 15, 1986	Mar. 10, 1986	10.13	10,000,000	9,852,300
Jan. 15, 1986	Feb. 17, 1986	10.10	13,000,000	12,882,350
Jan. 15, 1986	Feb. 18, 1986	10.10	15,000,000	14,860,200
Jan. 15, 1986	Feb. 18, 1986	10.10	10,000,000	9,906,800
Jan. 16, 1986	Mar. 10, 1986	10.25	15,000,000	14,779,950
Jan. 20, 1986	Mar. 26, 1986	10.25	5,000,000	4,910,350
Jan. 20, 1986	Mar. 3, 1986	10.25	5,000,000	4,941,700
Jan. 20, 1986	Mar. 3, 1986	10.23	10,000,000	9,883,700
Jan. 24, 1986	Mar. 7, 1986	10.34	5,000,000	4,941,200
Feb. 3, 1986	Mar. 6, 1986	11.10	10,000,000	9,906,600
Feb. 3, 1986	Mar. 10, 1986	11.05	20,000,000	19,790,400
Feb. 17, 1986	Mar. 17, 1986	12.45	10,000,000	9,905,400
Feb. 17, 1986	Mar. 20, 1986	12.40	7,850,000	7,768,203
Feb. 17, 1986	Mar. 25, 1986	12.40	10,000,000	9,879,200
Feb. 17, 1986	Mar. 25, 1986	12.40	10,150,000	10,027,388
Feb. 18, 1986	Mar. 25, 1986	12.48	5,000,000	4,940,850
Feb. 18, 1986	Mar. 27, 1986	12.50	5,000,000	4,937,450
Feb. 18, 1986	Mar. 25, 1986	12.50	10,000,000	9,881,600
Mar. 3, 1986	Mar. 26, 1986	13.00	5,000,000	4,959,350
Mar. 3, 1986	Mar. 26, 1986	13.05	5,000,000	4,959,200
Mar. 3, 1986	Mar. 26, 1986	13.00	5,000,000	4,959,350
Mar. 6, 1986	Mar. 26, 1986	12.70	10,000,000	9,930,900
Mar. 10, 1986	Mar. 26, 1986	12.90	20,000,000	19,887,600
Mar. 10, 1986	Mar. 26, 1986	12.75	25,000,000	24,861,000
Mar. 20, 1986	Mar. 26, 1986	12.00	7,850,000	7,834,536
		Interest Rate		
Apr. 1, 1985	Jun. 3, 1985	10.31%	10,000,000	10,000,000
Apr. 8, 1985	Jun. 14, 1985	10.30	25,000,000	25,000,000
May 2, 1985	Jun. 24, 1985	9.69	5,000,000	5,000,000
Jul. 15, 1985	Aug. 1, 1985	9.20	10,000,000	10,000,000
Aug. 15, 1985	Oct. 1, 1985	8.95	5,000,000	5,000,000
Aug. 15, 1985	Sep. 18, 1985	8.93	5,000,000	5,000,000
Oct. 15, 1985	Jan. 13, 1986	8.62	10,000,000	10,000,000
Dec. 18, 1985	Jan. 15, 1986	9.30	7,000,000	7,000,000
Feb. 5, 1986	Mar. 24, 1986	11.05	5,000,000	5,000,000
Feb. 10, 1986	Mar. 20, 1986	11.88	18,000,000	18,000,000
Feb. 11, 1986	Mar. 20, 1986	11.40	4,500,000	4,500,000
Feb. 12, 1986	Mar. 24, 1986	11.70	10,000,000	10,000,000
Feb. 13, 1986	Mar. 25, 1986	12.20	22,500,000	22,500,000
Feb. 14, 1986	Mar. 25, 1986	12.00	10,000,000	10,000,000
Feb. 17, 1986	Mar. 25, 1986	12.40	20,000,000	20,000,000
Feb. 18, 1986	Mar. 24, 1986	12.50	10,000,000	10,000,000
Mar. 3, 1986	Apr. 7, 1986	12.90	15,000,000	15,000,000
Mar. 7, 1986	Mar. 26, 1986	12.60	20,000,000	20,000,000
Mar. 17, 1986	Mar. 27, 1986	12.25	30,000,000	30,000,000
Mar. 20, 1986	Mar. 27, 1986	12.00	22,500,000	22,500,000
Mar. 24, 1986	Mar. 27, 1986	12.00	25,000,000	25,000,000
Mar. 25, 1986	Mar. 27, 1986	12.25	52,500,000	52,500,000
Mar. 26, 1986	May 15, 1986	10.78	20,000,000	20,000,000
Total Alberta Provincial Corporation Loan Fund			1,974,850,000	1,957,274,783
			$2,945,830,000	$2,927,115,742

Statement No. 28.5

STATEMENT OF THE AMOUNT OF DEBT OF THE CROWN OUTSTANDING AT MARCH 31, 1986 FOR WHICH SECURITIES HAVE BEEN PLEDGED UNDER PART 6 OF THE FINANCIAL ADMINISTRATION ACT

No Securities have been pledged under this Part.

Statement No. 28.6

STATEMENT OF GUARANTEES AND INDEMNITIES GIVEN BY THE CROWN AND PROVINCIAL CORPORATIONS FOR THE YEAR ENDED MARCH 31, 1986

The following statement has been prepared pursuant to section 76 of the Financial Administration Act. The statement summarizes the amounts of all guarantees and indemnities given by the Crown and Provincial corporations during the fiscal year, the amounts paid as a result of liability under guarantees, and the amounts recovered on debts owing as a result of payments under guarantees.

Program/Borrower	Amount of Guarantee or Indemnity	Payments	Recoveries
CROWN GUARANTEES			
Advanced Education			
Student loans	$ 31,732,021	$ 3,507,601	$ 13,319
Agriculture			
Agricultural development loans	—	—	12,424
Agricultural societies	365,000	—	29,408
Alberta Interim Assistance Loan Guarantee Regulations	—	—	262
Alberta Livestock Loan Guarantee Regulations	—	9,816	3,258
Cow-calf Producers' Advance Regulations	—	—	2,962
Feeder associations	3,362,500	—	7,627
Irrigation districts	6,789,345	—	—
Judgement debts	—	—	153,998
Consumer and Corporate Affairs			
Co-operative marketing associations	—	7,901	4,340
Culture			
Department of Culture Act	65,000	—	—
Economic Development			
Export program	12,796,825	963,422	18
Farm implement dealers program	726,277	—	—
Small grain dealers program	2,680,000	—	—
Dreco Energy Services Ltd.	6,866	—	—
Treasury			
Government Emergency Guarantee Act	395,000	—	—
Utilities			
Rural utilities loans	889,128	29,514	144,508
Guaranteed Debenture Debt			
Alberta Government Telephones Commission	150,000,000	—	—
Alberta Mortgage and Housing Corporation	185,000,000	—	—
Alberta Municipal Financing Corporation	340,871,000	—	—
Other Guarantees			
AEC Power Limited - bank loans	34,994,000	—	—
Total - Crown guarantees	770,672,962	4,518,254	372,124
PROVINCIAL CORPORATION GUARANTEES			
Alberta Agricultural Development Corporation	34,989,871	4,350,082	—
Alberta Government Telephones Commission	4,899,995	—	—
Alberta Opportunity Company	1,270,000	10,308	—
Total - Provincial corporation guarantees	41,159,866	4,360,390	—
GRAND TOTAL	$811,832,828	$ 8,878,644	$ 372,124

Statement No. 28.7

ALBERTA LEGISLATURE
OFFICE OF THE AUDITOR GENERAL
FINANCIAL STATEMENT
MARCH 31, 1986

Auditors' Report
Statement of Revenue and Expenditure
Notes to the Financial Statement

AUDITORS' REPORT

To the Chairman,
Select Standing Committee
on Legislative Offices

We have examined the statement of revenue and expenditure of the Office of the Auditor General for the year ended March 31, 1986. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, this financial statement presents fairly the revenue and expenditure of the Office for the year ended March 31, 1986 in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the financial statement applied on a basis consistent with that of the preceding year.

Reid & Cameron
Chartered Accountants

Edmonton, Alberta
September 2, 1986

Statement No. 28.7 (cont'd)

ALBERTA LEGISLATURE
OFFICE OF THE AUDITOR GENERAL
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1986

	1986	1985
REVENUE		
Audit fees	$ 515,256	$ 525,825
Miscellaneous	3,521	629
	518,777	526,454
EXPENDITURE		
Salaries, wages and benefits	7,126,745	6,799,228
Agents fees	1,655,338	1,394,491
Travel expenses	262,584	228,670
Data processing services	183,754	260,388
Equipment purchases	175,082	145,074
Repairs and maintenance	98,130	93,087
Materials and supplies	84,409	78,315
Grants	57,500	56,500
Rentals of equipment	18,261	20,840
Miscellaneous	15,011	9,915
	9,676,814	9,086,508
EXCESS OF EXPENDITURE OVER REVENUE FOR THE YEAR	$9,158,037	$8,560,054

The accompanying notes are part of this financial statement.

ALBERTA LEGISLATURE
OFFICE OF THE AUDITOR GENERAL
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1986

Note 1 Authority

The Office of the Auditor General operates under the authority of the Auditor General Act, Chapter A-49, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

This financial statement has been prepared in accordance with generally accepted accounting principles except that purchases of equipment are charged to expenditure in the year of purchase.

The operations of the Office of the Auditor General are financed from the General Revenue Fund of the Province and accordingly all revenue has been credited to the General Revenue Fund and all expenditure has been made therefrom. As the financial transactions of the Office of the Auditor General are only a part of the General Revenue Fund, it is not considered meaningful to present a separate balance sheet.

The Office of the Auditor General is not charged with the costs relating to accommodation and certain administrative services. These costs are reflected in the programmes of the supplying departments.

Note 3 Audit Fees

In accordance with Section 14 of the Auditor General Act, with the approval of the Select Standing Committee on Legislative Offices, audit fees are charged for professional services to organizations that pay the fee from funds other than the General Revenue Fund.

Note 4 Comparative Figures

The 1985 comparative figures were reported on by another firm of Chartered Accountants.

Note 5 Approval of Financial Statement

This financial statement was approved by management.

Statement No. 28.8

STATEMENT OF DISBURSEMENTS OF NET LOTTERY PROCEEDS MADE ON BEHALF OF THE PROVINCE OF ALBERTA FOR THE YEAR ENDED MARCH 31, 1986

Auditor's Report
Statement of Disbursements of Net Lottery Proceeds Made
on Behalf of the Province of Alberta
Notes to the Financial Statement

AUDITOR'S REPORT

To the Minister of Career Development and Employment

I have examined the statement of disbursements of net lottery proceeds made on behalf of the Province of Alberta for the year ended March 31, 1986. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, this financial statement presents fairly the disbursements of net lottery proceeds made on behalf of the Province of Alberta for the year ended March 31, 1986 in accordance with the disclosed basis of accounting, considered appropriate in the circumstances, as described in Note 2 to the statement applied on a basis consistent with that of the preceding year.

Donald D. Salmon
C.A.
Auditor General

Edmonton, Alberta
October 8, 1986

Statement No. 28.8 (cont'd)

STATEMENT OF DISBURSEMENTS OF NET LOTTERY PROCEEDS MADE ON BEHALF OF THE PROVINCE OF ALBERTA FOR THE YEAR ENDED MARCH 31, 1986

(thousands of dollars)

	1986	1985
Alberta Foundation for the Performing Arts	$ 8,000	$ 1,131
Government of Canada	6,781	2,752
Alberta Sport Council	5,462	10,660
Expo '86 Student Travel Trust Fund	3,600	—
Recreation, Parks and Wildlife Foundation	2,763	3,639
Calgary Exhibition and Stampede Ltd.	2,750	3,538
Edmonton Northlands	2,750	3,538
Alberta Cultural Heritage Foundation	1,300	1,431
Alberta Art Foundation	1,100	1,205
Wild Rose Foundation	1,000	5,500
Alberta Foundation for the Literary Arts	800	800
Alberta Historical Resources Foundation	800	904
International Youth Year - 1985 Trust Fund	600	1,000
Alberta Museums Association	400	400
Banff Television Foundation	320	346
Fort MacLeod Provincial Historic Area Society	300	300
Alberta Crafts Council	125	125
Alberta Choral Federation	75	88
Canadian Band Directors' Association	75	88
Sport Alberta	—	31
Alberta Advisory Board on Recreation for the Disabled	—	26
Alberta Recreation and Parks Association	—	16
Alberta Schools Athletic Association	—	16
	$39,001	$37,534

The accompanying notes are part of this financial statement.

NOTES TO THE STATEMENT OF DISBURSEMENTS OF NET LOTTERY PROCEEDS MADE ON BEHALF OF THE PROVINCE OF ALBERTA MARCH 31, 1986

Note 1 Authority

The proceeds of the Western Express, Lotto West, Provincial, Super Loto and Lotto 6/49 lottery schemes are distributed by the Western Canada Lottery Corporation. The distribution is carried out in accordance with the provisions of a licence issued under the Interprovincial Lottery Act, Chapter I-8, Revised Statutes of Alberta 1980.

Note 2 Reporting Practice

This financial statement has been prepared on a cash basis to show the disbursements of net lottery proceeds made on behalf of the Province of Alberta for the year ended March 31, 1986.